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STATE AND CITY DEPARTMENT

BOND PROPOSALS AND NEGOTIATIONS

ALABAMA*Tarrant City, Ala.*

Bond Offering—City Clerk Z. D. McCuen states that he will receive bids until Jan. 15, for the purchase of \$20,000 public improvement bonds. Interest rate is not to exceed 4%, payable J-J. Denom. \$1,000. Dated Jan. 1, 1942. Due \$2,000 from Jan. 1, 1943 to 1952 incl. Rate of interest to be in multiple of $\frac{1}{4}$ of 1%. A certified check for 2% of the amount of bonds bid for, payable to the City Clerk, is required.

ALASKA*Ketchikan, Alaska*

Bond Election—An election will be held Jan. 6 on the question of issuing \$250,000 fire hall and school construction bonds.

ARKANSAS*Clark County (P. O. Arkadelphia), Ark.*

Bond Election Postponed—It is stated by Curtis Echols, County Clerk, that an election which was scheduled for Dec. 23, to submit to the voters \$50,000 county office building construction, court house and jail improvement bonds, was called off on account of war conditions.

CALIFORNIA*California (State of)*

Warrants Sold—A \$2,553,028 general fund registered warrants issue was offered for sale on Dec. 29 and was awarded to R. H. Moulton & Co. of Los Angeles, at 1%, plus a premium of \$307. Dated Jan. 3, 1942. Due on or about Feb. 25, 1942. Legality approved by Orrick, Dahlquist, Neff & Herrington of San Francisco.

Palo Verde Irrig. Dist. (P. O. Blythe), Calif.

Bond Redemption—It is reported that pursuant to a court decree dated in October, 1938, relating to the confirmation of a plan of readjustment for the indebtedness of the above district by the U. S. District Court, the

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district has deposited with the Security-First National Bank, Los Angeles, funds necessary to pay holders of outstanding bonds and coupons issued or assumed by the district at the rate of 24.81 cents on the dollar of unpaid principal and coupons.

CONNECTICUT*Milford, Conn.*

Loan Offering—Bids will be received until 3 p.m. on Jan. 7 for the purchase of \$100,000 tax anticipation notes. This will be the third loan in the current fiscal year and bring the total borrowed on temporary obligations to \$300,000.

Bonds Authorized—At a recent town meeting an issue of \$40,000 school construction bonds was authorized. The bonds will bear interest at not more than 2% and mature \$10,000 annually on Jan. 2 from 1943 to 1946 incl.

New London, Conn.

Bond Offering—Carey Congdon, Director of Finance, will receive sealed bids until 11 a.m. on Jan. 7 for the purchase of \$250,000 coupon series No. 12 water improvement bonds. Dated Jan. 1, 1942. Denom. \$1,000. Registrable either as to principal or as to both principal and interest. Due Jan. 1 as follows: \$16,000 from 1943 to 1947 incl. and \$17,000 from 1948 to 1957 incl. Bidder to name one rate of interest, expressed in a multiple of $\frac{1}{4}$ of 1%, and no bid will be considered for less than par and accrued interest to date of delivery. Principal and interest (J-J) payable at the City Treasurer's office or at the First National Bank of Boston, at holder's option. A certified check for 2% of the bonds, payable to order of the city, is required. Bonds will be general obligations of the city and all taxable property therein will be subject to the levy of unlimited ad valorem taxes to pay both principal and interest.

This issue will be engraved under the supervision of and authenticated as to genuineness by The First National Bank of Boston. The legality of the bonds will be examined by Storey, Thorndike, Palmer & Dodge, of Boston, and a copy of their opinion will accompany the bonds when delivered, without charge to the purchaser. The original opinion and complete transcript of proceedings required for the proper issuance of these bonds will be held in custody by the aforementioned bank and available for inspection upon request. Bonds will be delivered to the purchaser at either the office of the City Treasurer, The First National Bank of Boston, 67 Milk St., Boston, or The New York Trust Company, New York City, at purchaser's option, on or about Jan. 16, 1942, against payment by certified check.

Stamford (Town of), Conn.

Note Sale—The issue of \$500,000 notes offered Dec. 30—v. 154, p. 1733—was awarded to the Chase National Bank of New York, at 0.57% discount. Dated Dec. 30, 1941, and due June 15,

1942. Other bids: F. S. Moseley & Co., 0.58%, plus \$5; Second National Bank of Boston, 0.586%; Leavitt & Co., 0.665%; First National Bank of Boston, 0.70%.

Stratford (P. O. Stratford), Conn.

Bond Sale—The issue of \$60,000 public welfare bonds offered Dec. 30—v. 154, p. 1533—was awarded to Putnam & Co. of Hartford, as $\frac{1}{2}$ s, at a price of 100.853, a basis of about 1.34%. Dated Dec. 1, 1941, and due \$6,000 on Dec. 1 from 1942 to 1951 incl. Second high bid of 100.11 for $\frac{1}{2}$ s was made by the First of Michigan Corp., New York. Other bids: R. D. White & Co., 1 $\frac{1}{4}$ s, premium of \$167.95; Union Securities Corp., 1 $\frac{1}{4}$ s and \$83.40.

DELAWARE*Alfred I. DuPont School District (P. O. Wilmington), Del.*

Bond Sale—The issue of \$70,000 construction bonds mentioned in v. 154, p. 1307—was sold on Dec. 17 to Schmidt, Poole & Co. of Philadelphia, at a price of 106.523. Other bidders: Laird, Bissell & Meeds, 105.642; Francis I. duPont & Co. and Chisholm & Chapman, 105.42.

New Castle Special School District, Del.

Bond Sale—The \$55,000 coupon school bonds offered Dec. 29—v. 154, p. 1673—were awarded to Laird, Bissell & Meeds of Wilmington, as $\frac{1}{2}$ s, at a price of 104.038, a basis of about 1.86%. Dated Feb. 1, 1942, and due \$2,500 on Feb. 1 from 1943 to 1964 incl.

Other bids at the sale were as follows:

Bidders	Int. Rat.	Rate Bid
Alex. Brown & Sons.....	2 $\frac{1}{4}$ %	103.869
Francis I. du Pont & Co. and Chisholm & Chapman	2 $\frac{1}{4}$	103.85
Schmidt, Poole & Co.....	2 $\frac{1}{2}$	103.77
W. H. Newbold's Son & Co.	2 $\frac{1}{2}$	104.30

FLORIDA*Daytona Beach Housing Authority (P. O. Daytona Beach), Fla.*

Paying Agent Appointed—The National City Bank of New York has been appointed paying agent on series A bonds, dated July 1, 1941, maturing serially from Jan. 1, 1942 to 1958 incl.

Marion County (P. O. Ocala), Fla.

Bond Offering—Carlyle Ausley, Clerk of the Board of County Commissioners, states that he will receive sealed bids until noon on Jan. 16, for the purchase of \$116,000 coupon 1942 refunding road bonds. Interest rate is not to exceed 5%, payable F-A. Denom. \$1,000. Dated Feb. 1, 1942. Due on Feb. 1, 1959, with option of redemption at par and accrued interest on Feb. 1, 1952, or any interest payment date thereafter. Rate of interest to be in multiples of $\frac{1}{4}$ or one-tenth of 1%, and must be the same for all of the bonds. The interest rate expressed shall be no higher than required to insure the sale of the bonds. Comparison of bids will be made by taking the cost of interest to the county at the rate named in the respective bids and deducting therefrom the premium bid, if any. Prin. and int. payable in lawful money at the Central Hanover Bank & Trust Co., New York. The bonds are registrable as to principal only, and

are being issued for the purpose of retiring a like amount of the Feb. 1, 1942, road bond maturities, which maturing bonds were issued prior to Nov. 6, 1934. The bonds will be delivered to the purchaser at the office of the Clerk Board of County Commissioners or at the Central Hanover Bank & Trust Co., New York, on Feb. 2, or as soon as possible thereafter, but not later than Feb. 16, upon payment of the principal balance due plus accrued interest.

Proceedings for the validation of the bonds are in progress and all property within the county, including homesteads, subject to taxation for the payment of the bonds refunded, will be subject to the levy of ad valorem taxes for payment of principal and interest of the bonds, without limitation of rate or amount. The approving opinion of Caldwell & Raymond of New York will be furnished. Copies of a form of proposal will be furnished upon application to the office of the above Clerk, or to Wallace E. Sturgis, County Attorney. Enclose a certified check for \$2,320, payable to the county.

St. Martin County and St. Lucie Inlet District and Port Authority (P. O. Stuart), Fla.

Bond Call Rescinded—It is now reported that the call for payment on Jan. 1 of the following refunding bonds has been rescinded:

All outstanding callable bonds of Martin Co., Fla., Special Road and Bridge Dist. No. 18, dated July 1, 1936.

All outstanding callable bonds of Martin Co., Fla., St. Lucie Inlet Dist. and Port Authority, dated July 1, 1936.

Sarasota County Special Tax School District No. 1 (Sarasota), Fla.

Bond Sale—The following bonds aggregating \$223,000, offered for sale on Dec. 27—v. 154, p. 1635—were purchased by B. J. Van Ingen & Co., Inc. of New York, the only bidder, paying a price of 102.50, a net interest cost of about 3.508%:

\$100,000 3 $\frac{1}{2}$ % refunding bonds.

Due \$20,000 from July 1, 1943 to 1947 incl.

123,000 4% refunding bonds.

Due on July 1 in 1948 to 1954 incl.

GEORGIA*Stone Mountain, Ga.*

Bond Sale Details—In connection with the sale of the \$14,000 (not \$20,000), 4% semi-annual refunding bonds to Brooke, Tindall & Co. of Atlanta, noted here last May, it is now reported that the bonds were purchased at par, are dated Oct. 1, 1941, and mature on April 1 as follows: \$500 in 1951 to 1960, and \$1,000 in 1961 to 1969. Legality approved by Spalding, Sibley, Troutman & Brock of Atlanta.

ILLINOIS*Alexander County (P. O. Cairo), Ill.*

Bond Issuance Enjoined—In connection with the recent authorization of an issue of \$2,525,-

000 bridge purchase revenue bonds—v. 154, p. 1636, County Clerk Paul S. Clutts reports that a temporary injunction has been issued enjoining the issuance of the bonds or any act in furtherance of their issuance. Dissolution of the injunction, he said, may take several months as the constitutionality of the Act under which the issue was authorized is questioned and a ruling will be required from the State Supreme Court.

Danville Housing Authority (P. O. Danville), Ill.

Bond Offering—Sealed bids will be received until noon on Jan. 7 for the purchase of \$136,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1 from 1942 to 1961 incl. Legal opinion of Chapman & Cutler of Chicago. Address of the Authority is 306 Adams Bldg., Danville.

These bonds were originally offered Dec. 10—v. 154, p. 1250, and the sale postponed because of unsettled market conditions.)

Henry County Housing Authority (P. O. Kewanee), Ill.

Bond Offering—Sealed bids will be received until noon on Jan. 7, for the purchase of \$54,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1 from 1942 to 1958 incl. Legal opinion of Chapman & Cutler of Chicago. Address of the Authority is 125½ North Tremont St., Kewanee.

(These bonds were originally offered Dec. 10—v. 154, p. 1250, and the sale postponed because of unsettled market conditions.)

Madison County Community Consolidated School District No. 152 (P. O. Bethalto), Ill.

Bonds Sold—The Municipal Bond Corp. of Chicago purchased \$10,000 2 $\frac{1}{4}$ % general obligation school bonds. Dated Dec. 1, 1941. Denom. \$1,000 and \$500. Due Dec. 1 as follows: \$500 from 1950 to 1953 incl.; \$1,000 from 1954 to 1958 incl. and \$1,500 in 1959 and 1960. Prin. and int. (J-D) payable at the First National Bank, Chicago. Legality approved by Chapman & Cutler of Chicago. Report of the approval of this bond issue by the electorate appeared in v. 154, p. 1673, captioned Bethalto School District, Illinois.

Peru, Ill.

Bonds Authorized—In connection with the authorization of an issue of \$100,000 water and sewer rehabilitation bonds, the City Council met on Dec. 19 to consider increasing water rates in order to service the bond issue.

INDIANA*Adams County (P. O. Decatur), Ind.*

Bond Sale—The issue of \$65,000 infirmary building bonds offered Dec. 30—v. 154, p. 1250—was awarded to the City Securities Corp., Indianapolis, and the First State Bank, Decatur, jointly, as 1 $\frac{1}{4}$ s, at a price of 101.089. Dated Dec. 30, 1941. Denom. \$1,000. Coupon in form and due from 1943 to 1959 incl. Interest J-J.

Gary Housing Authority (P. O. Gary), Ind.

Bond Offering—Sealed bids will be received until noon on Jan. 7 for the purchase of \$466,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1 from 1942 to 1961 incl. Legal opinion of Chapman & Cutler of Chicago. Address of the Authority is City Hall, Gary.

(These bonds were originally offered Dec. 10—v. 154, p. 1250—and the sale postponed because of unsettled market conditions.)

Huntington County (P. O. Huntington), Ind.

Bond Sale Canceled—The sale on Nov. 26 of \$65,000 3% county hospital repair bonds to Hemphill, Noyes & Co. and Kenneth S. Johnson, of Indianapolis, jointly, at 111.584, a basis of about 1.34%—v. 154, p. 1308, as the purchaser's attorneys refused to approve the issue, because the bonds did not carry a clause by which the county would have the right to call the bonds for full payment after five years. Three statutes bear on similar bond issues, according to county attorneys, and the Indianapolis legal attorneys adopted the interpretation that the general hospital statute requires inclusion of the optional clause. Attorneys for the county hospital board have notified the County Commissioners that the ordinance authorizing the issue must be amended and arrangements made for a new sale.

Lake County (P. O. Crown Point), Ind.

Bond Offering—Joseph E. Finerty, County Auditor, will receive sealed bids until 11 a.m. on Jan. 12 for the purchase of \$20,000 not to exceed 3% interest storage building bonds. Dated Jan. 1, 1942, and due July 1, 1949. Denom. \$1,000. Interest payable Jan. 1, 1943, and semi-annually thereafter. A certified check for 3% of the bonds bid for, payable to order of the Board of County Commissioners, is required. Legal opinion of Chapman & Cutler of Chicago will be furnished the successful bidder at the county's expense.

Muncie, Ind.

Bond Offering—John D. Lewis, City Controller, will receive sealed bids until 10 a.m. on Jan. 10 for the purchase of \$14,000 not to exceed 4 1/2% interest series A refunding bonds of 1942. Dated Jan. 1, 1942. Denom. \$500. Due Dec. 15, 1952. Bidder to name one rate of interest, expressed in a multiple of 1/4 of 1%. The bonds will be direct obligations of the city, payable out of unlimited ad valorem taxes to be levied and collected on all of the taxable property therein. A certified check for \$500, payable to order of the city, must accompany each proposal. Legal opinion of Matson, Ross, McCord & Ice of Indianapolis will be furnished the successful bidder at the city's expense.

IOWA**Cedar Falls, Iowa**

Bonds Sold—The City Clerk states that \$8,404.57 street improvement bonds were offered for sale on Dec. 29 and were awarded to the Cedar Falls Trust & Savings Bank as 2 1/2%.

Mendon Township (P. O. McGregor), Iowa

Bond Offering—Both sealed and oral bids will be received until Jan. 6, at 8 p.m., by J. P. Dau-benger, Township Clerk, for the purchase of \$6,000 not to exceed 4% semi-ann. fire equipment bonds. Due in 10 years.

KANSAS**Hoxie School District (P. O. Hoxie), Kan.**

Bond Election—The issuance of \$28,000 bonds to supplement a Federal grant for improvements at the high school, including an auditorium, will be submitted to

the voters at an election scheduled for Jan. 6.

LOUISIANA**Lafayette, La.**

Bond Sale—The \$58,807.50 coupon semi-ann. refunding bonds offered for sale on Dec. 30—v. 154, p. 1419—were awarded to a group composed of Scharff & Jones, Inc., Equitable Securities Corp., both of New Orleans, the First National Bank of Lafayette, and F. P. Clark of Alexandria, at par, for \$11,807.50 as 3 1/2%, and \$47,000 as 4s. Dated Jan. 1, 1942. Due from Jan. 1, 1943 to 1967.

MAINE**Androscoggin County (P. O. Auburn), Me.**

Note Offering—Raynaldo Simpson, County Treasurer, will receive sealed bids until noon on Jan. 5 for the purchase at discount of \$100,000 notes issued in anticipation of taxes for 1942. Dated Jan. 7, 1942. Due \$50,000 each on Oct. 15 and Dec. 31, 1942. Notes will be certified as to their genuineness by the Merchants National Bank of Boston, and their legality approved by Storey, Thorndike, Palmer & Dodge of Boston. Delivery at said bank for Boston funds.

Auburn, Me.

Note Offering—Radcliffe G. Mitchell, City Manager, will receive sealed or telegraphic bids until 10 a.m. on Jan. 5 for the purchase at discount of \$375,000 notes issued in anticipation of taxes for 1942. Dated Jan. 5, 1942 and payable Nov. 4, 1942 at the Merchants National Bank of Boston. Notes will be certified as to their genuineness by said bank and their legality approved by Ropes, Gray, Best, Coolidge & Rugg of Boston. Delivery in Boston for Boston funds.

Augusta, Me.

Note Sale—The \$300,000 revenue notes offered Dec. 30—v. 154, p. 1734—were awarded to the Second National Bank of Boston, at 0.486% discount. Dated Jan. 2, 1942 and payable as follows: \$150,000, Sept. 10, 1942, and \$50,000 each on Oct. 8, Nov. 6 and Dec. 18, 1942. Other bids: F. S. Moseley & Co., 0.55%; National Rockland Bank, 0.58%; First National Bank of Boston, 0.63%; National Shawmut Bank of Boston, 0.67%; Merchants National Bank of Boston, 0.73%.

MARYLAND**Prince George's County Metropolitan District (P. O. Upper Marlboro), Md.**

Bond Offering—William A. Carson, President of the Board of County Commissioners, will receive sealed bids until 11 a.m. on Jan. 13 for the purchase of \$300,000 not to exceed 4% interest coupon general improvement bonds of 1941. Dated Dec. 1, 1941. Denom. \$1,000. Due Dec. 1 as follows: \$4,000 from 1942 to 1946 incl. and \$14,000 from 1947 to 1966 incl. Rate or rates of interest to be in multiples of 1/4 or 1-10th of 1%. Bidder may name one rate for part of the bonds, and a different rate for the balance, but not more than two rates may be named in any single proposal. Each bond must bear a single rate of interest from its date of issue to its date of maturity and all bonds maturing in any one serial maturity instalment must bear the same rate. Prin. and int. (J-D) payable at the County Trust Co. of Maryland, Upper Marlboro. Under the laws of the State of Maryland, the bonds will have all the attributes of negotiable instruments.

They will be registerable as to principal or as to both principal and interest with the Clerk to the County Commissioners, but bonds once registered as to both principal and interest may not be reconverted to bearer bonds. Under existing laws, the bonds and the interest payable thereon are ex-

empt from State, County and municipal taxation in the State. The bonds are authorized to be issued by Chapter 679 of the Acts of the General Assembly of Maryland of 1941, for the purpose of making certain improvements outlined in said Act of Assembly in that portion of the Maryland-Washington Metropolitan District lying within Prince George's County as herein-after defined. All conditions precedent to the issue of the bonds, as prescribed by said Act of Assembly, have been complied with. The bonds and the interest thereon will be payable solely from the proceeds of the collection of ad valorem taxes, unlimited as to rate or amount which the County Commissioners are authorized and directed by the Act of Assembly authorizing the bonds to levy only upon all assessable property within the boundaries of that portion of the Maryland-Washington Metropolitan District lying within Prince George's County as said boundaries were fixed and defined by Chapter 448 of the Acts of the General Assembly of Maryland, passed at its January Session in 1927. The faith and credit of the County Commissioners will be pledged to the levy and collection of sufficient taxes within said portion of the County to provide for the payment of the principal and interest as and when the same respectively mature and are payable, and the faith and credit of the County will be further pledged to the application of the entire proceeds of the taxes so levied and collected, insofar as necessary, to the payment of such maturing principal and interest. Delivery of the bonds will be made to the purchasers thereof, without charge, at the office of the County Commissioners, or in Washington or Baltimore. Delivery elsewhere will be at the expense of the purchasers.

MASSACHUSETTS**Cambridge Housing Authority (P. O. Cambridge), Mass.**

Bond Offering—Sealed bids will be received until 1 p.m. on Jan. 7, for the purchase of \$266,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1 from 1942 to 1961 incl. Legal opinion of Reed, Hoyt, Washburn & Clay of New York City. Address of the Authority is 12 Norfolk St., Cambridge.

(These bonds were originally offered Dec. 10—v. 154, p. 1250, and the sale postponed because of unsettled market conditions.)

Essex County (P. O. Salem), Mass.

Note Sale—The \$290,000 tuberculosis hospital maintenance renewal notes offered Dec. 31—v. 154, p. 1674—were awarded to the Gloucester National Bank of Gloucester, at 0.30% discount. Dated Jan. 6, 1942 and due April 1, 1942. Other bids: Manufacturers Central National Bank, Lynn, 0.319%; Merchants National Bank of Salem, 0.34%; Cape Ann National Bank, Gloucester, 0.47%; Naumkeag Trust Co., Salem, 0.48%; Security Trust Co. of Lynn, 0.53%; Beverly Trust Co., 0.54%.

Lawrence Housing Authority (P. O. Lawrence), Mass.

Bond Offering—Sealed bids will be received until 1 p.m. on Jan. 7, for the purchase of \$220,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1 from 1942 to 1961 incl. Legal opinion of Reed, Hoyt, Washburn & Clay of New York City. Address of the Authority is 353 Essex St., Lawrence.

(These bonds were originally offered Dec. 10—v. 154, p. 1250, and the sale postponed because of unsettled market conditions.)

Massachusetts (State of)

Additions to List of Legal Investments—The following additions to the list of investments considered eligible for savings

banks, was issued by the Commissioner of Banks on Dec. 26:

Added to the list of December 1, 1941, Municipal Obligations, as of Dec. 10, 1941, County of Cortland, N. Y. As of Dec. 24, 1941, County of Otsego, N. Y. As of Dec. 10, 1941, Town of Stamford, Conn. Public utilities: As of Dec. 13, 1941, Cincinnati Gas & Electric Company, first mortgage bonds 3 1/4s, due Aug. 1, 1966; first mortgage bonds 3 1/2s, due June 1, 1967. As of Dec. 13, 1941, Philadelphia Electric Company, first and refunding bonds 2 1/2s, due Dec. 1, 1971.

Ware, Mass.

Bond Offering—Bids will be received until 11 a.m. on Jan. 6 for the purchase of a \$15,000 bond issue, dated Jan. 20, 1942 and due \$3,000 annually.

MICHIGAN**Ecorse Township School District No. 11 (P. O. Melvindale), Mich.**

Tenders Wanted—Ralph L. Jolly, Secretary of the Board of Education, will receive sealed tenders of certificates of indebtedness, dated Sept. 1, 1937, until 7:30 p.m. (EST) on Jan. 8. Money will be made available before Jan. 15, 1942, on tenders accepted. Amount available for retirement of the certificates is approximately \$35,000. Offerings should be firm for two days. Tenders specifying the lowest price will be accepted up to the amount available in the fund. Tenders should fully describe the certificates offered, including serial numbers, and should specify the sum for which they will be sold to the district. Interest on same will be paid to Jan. 15, 1942.

Egelston Township School District No. 4 (P. O. Wolf Lake), Mich.

Bond Offering—John F. Mizerek, District Treasurer, will receive sealed bids until 7:30 p.m. (EST) on Jan. 7 for the purchase of \$16,000 not to exceed 4% interest school bonds. Dated Dec. 1, 1941. Coupon in denomin. of \$500. Due Dec. 1 as follows: \$3,000 from 1943 to 1945 incl.; \$3,500 in 1946 and 1947. Rate or rates of interest to be expressed in multiples of 1/4 of 1%. Principal and interest (annually on Dec. 1) payable at the National Lumberman's Bank, Muskegon. A certified check for 2% of the bonds, payable to order of the District Treasurer, is required. The school district is authorized and required by law to levy upon all the taxable property therein such ad valorem taxes as may be necessary to pay the bonds and interest thereon, within the limitation prescribed by Section 21 of Article X of the Michigan Constitution and the Michigan "Property Tax Limitation Act." The school district authorized an increase in tax limitation to 4.2% of the assessed valuation for the years 1942 to 1946 both incl. Bids shall be conditioned upon the unqualified opinion of the purchaser's attorney, approving the legality of the bonds. The cost of such opinion and the cost of printing the bonds shall be paid by the purchaser.

(These bonds were originally offered Dec. 10—v. 154, p. 1250, and the sale postponed because of unsettled market conditions.)

MINNESOTA**Baudette, Minn.**

Bond Offering—Sealed bids will be received until 5 p.m. on Jan. 5, by Matt Firmenich, Village Clerk, for the purchase of \$7,500 not to exceed 4% semi-annual permanent improvement, revolving fund bonds. Dated Jan. 1, 1942. Due on Jan. 1, \$500 in 1943 and \$1,000 in 1944 to 1950. A \$500 certified check must accompany the bid.

Freeborn County (P. O. Albert Lea), Minn.

Bond Sale—The \$100,000 2% semi-annual drainage refunding bonds offered for sale on Dec. 26—v. 154, p. 1637—were awarded jointly to the Northwestern National Bank & Trust Co. of Min-

neapolis, and the First National Bank of Albert Lea, for a price of \$102,545, a basis of about 1.13%. Dated Dec. 1, 1941. Due \$20,000 on Dec. 1 in 1942 to 1946 incl.

Oakakis, Minn.

Bond Sale—The \$10,000 coupon semi-annual special improvement bonds offered for sale on Dec. 29—v. 154, p. 1674—were awarded to Park-Shaughnessy & Co. of St. Paul, as 2 1/2s, paying a premium of \$100, equal to 101.00 a basis of about 2.35%. Dated Jan. 2, 1942. Due \$1,000 from Jan. 2, 1945 to 1954 incl.

E. J. Prescott & Co. of Minneapolis, offered \$75 premium on 2 1/2s, the second best bid.

Rochester, Minn.

Bond Offering—Sealed bids will be received until 2 p.m. on Jan. 5, by F. R. Finch, City Clerk, for the purchase of \$10,000 1 1/2% coupon permanent improvement, revolving fund bonds. Denom. \$1,000. Dated Jan. 1, 1942. Due \$2,000 from Jan. 1, 1943 to 1947 incl. Prin. and int. (J-D) payable at the City Treasurer's office. No bids will be accepted for less than par, and the Common Council reserves the right to reject any and all bids.

Sherman Independent School District (P. O. Sherman), Minn.

Bond Offering—Sealed bids will be received until 8 p.m. on Jan. 12, by A. J. Evenson, Clerk of the Board of Education, for the purchase of \$15,000 refunding bonds. Interest rate is not to exceed 4 1/2%, payable A-O. Dated Jan. 1, 1942. Due \$1,000 from Oct. 1, 1943 to 1957 incl. No bids for less than par and accrued interest can be considered. The School Board reserves the right to reject any and all bids and to deliver the bonds if, as, and when a like amount of bonds being refunded are surrendered for payment and cancellation.

MISSISSIPPI**Harrison County (P. O. Gulfport), Miss.**

Bond Offering—Cooper J. Darby, Clerk of the Board of Supervisors, states that he will receive sealed bids until 11 a.m. on Jan. 13, for the purchase of the following refunding bonds aggregating \$29,850:

\$15,000 Supervisor's District No. 1, road and bridge bonds. Rate of interest to be fixed at the time of sale. Dated Jan. 1, 1942. Due on Jan. 1: \$3,000 in 1947 to 1950, and \$3,500 in 1951.

2,000 Dedeaux Line Consolidated School District 4% bonds. Due \$500 on Dec. 1 in 1942 to 1945. Interest payable J-D.

500 D'Iberville Consolidated School District 4% bonds. Due on Dec. 1, 1946. Interest payable J-D.

1,500 Handsboro Consolidated School District 4% bonds. Due \$500 on Dec. 1 in 1946 to 1948. Interest payable J-D.

5,500 Lyman Consolidated School District 4% bonds. Due \$500 on Dec. 1 in 1946 to 1956. Interest payable J-D.

1,500 Saucier Special Consolidated School District 4% bonds. Due \$500 on Dec. 1 in 1946 to 1948. Interest payable J-D.

350 Success Consolidated School District 4% bonds. Due on Dec. 1, 1946. Interest J-D.

500 Success Consolidated School District 4% bonds. Due on Dec. 1, 1946. Interest J-D.

2,500 Woolmarket Consolidated School District 4% bonds. Due \$500 on Dec. 1 in 1945 to 1949

Enclose a certified check for \$2,000.

Jackson, Miss.

Bonds Sold—The following semi-annual bonds aggregating \$118,500, offered for sale without success on Dec. 9, when all bids were rejected—v. 154, p. 1475—were purchased on Dec. 23 by Lewis & Co. and the Guaranty Bank & Trust Co., both of Jackson, as 1 1/4%, paying a premium of \$100, equal to 100.084, a basis of about 1.74%:

\$63,500 street intersection bonds.

Due on Jan. 1 in 1943 to 1952.

48,500 street improvement bonds.

Due on Jan. 1 in 1943 to 1952.

6,500 water works bonds. Due on Jan. 1 in 1943 to 1948.

Pascagoula, Miss.

Bond Offering—S. H. Frederic, City Clerk, states that he will receive sealed bids until 10 a.m. on Jan. 10 for the purchase of \$20,000 coupon water improvement bonds. Interest rate is not to exceed 6%, payable J-D. Dated Dec. 1, 1941. Denom. \$1,000. Due \$1,000 in 1942, \$3,000 in 1943, \$2,000 in 1944 and 1945, \$1,000 in 1946 to 1955 and \$2,000 in 1956. Prin. and int. payable at the Whitney National Bank, New Orleans. Legality approved by Charles & Trauernicht of St. Louis. Enclose a certified check for \$1,000.

NEBRASKA

Weeping Water, Neb.

Bond Sale Contract—The Wachob-Bender Corp. of Omaha is reported to have contracted to purchase \$16,000 water refunding bonds.

NEW JERSEY

Camden, N. J.

Plans \$1,275,000 Refunding Issue—The City Commissioners were scheduled to authorize on Dec. 29 the refunding of \$1,275,000 of outstanding callable 4% bonds. The new bonds, according to Sidney P. McCord, City Comptroller, are to bear interest at not to exceed 3% and to mature within 28 years. The refunding is designed to save \$92,000 annually in interest charges.

Hudson County (P. O. Jersey City), N. J.

Temporary Financing—The First National Bank of Jersey City recently purchased \$284,000 notes (\$137,000 nurses' home and \$147,000 maternity hospital), to bear 0.875% interest.

Newark Housing Authority (P. O. Newark), N. J.

Bond Offering—Sealed bids will be received until 1 p.m. on Jan. 7 for the purchase of \$1,920,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1 from 1942 to 1961 incl. Legal opinion of Caldwell & Raymond of New York City. Address of the Authority is 57 Sussex Ave., Newark.

(These bonds were originally offered Dec. 10—v. 154, p. 1279, and the sale postponed because of unsettled market conditions.)

South Hackensack Township (P. O. Lodi), N. J.

Refunding Issue Approved—The State Funding Commission on Dec. 22 approved the issuance by the township of \$105,000 3% refunding bonds, dated Dec. 1, 1941, and due serially from 1945 to 1976 incl.

NEW YORK

Champlain Central School District No. 1 (P. O. Champlain), N. Y.

Bond Offering—Oscar E. Bredenberg, District Clerk, will receive sealed bids until 11 a.m. on Jan. 12 for the purchase of \$41,000 not to exceed 6% interest coupon or registered building and equipment bonds. Dated Jan. 1, 1942. Denoms. \$1,000 and \$500. Due March 1 as follows: \$1,000 from

1943 to 1947 incl. and \$1,500 from 1948 to 1971 incl. Bidder to name a single rate of interest, expressed in a multiple of 1/4 or 1-10th of 1%. Prin. and int. (M-S) payable at the Plattsburgh National Bank & Trust Co., Plattsburgh. The bonds are unlimited tax obligations of the district and the approving legal opinion of Reed, Hoyt, Washburn & Clay of New York City will be furnished the successful bidder. A certified check for \$820, payable to order of the Board of Education, is required.

Herkimer, N. Y.

Bond Sale—The \$6,142 coupon or registered local improvement and equipment bonds offered Dec. 30—v. 154, p. 1580—were awarded to the Manufacturers & Traders Trust Co., Buffalo, the only bidder, as 2s, at 100.072, a basis of about 1.97%. Due Dec. 1 as follows: \$1,142 in 1942; \$1,500 in 1943 and 1944, and \$1,000 in 1945 and 1946.

Mamaroneck (P. O. Mamaroneck), N. Y.

Note Sale—The issue of \$275,000 tax anticipation notes offered Dec. 30 was awarded to the First National Bank of Boston, and Leavitt & Co., New York, in joint account, at 0.62% interest. Dated Jan. 5, 1942, and payable May 5, 1942. Other bids: County Trust Co. of White Plains, 0.74%; G. M.-P. Murphy & Co., 0.84%.

New York, N. Y.

\$30,000,000 Revenue Bills Sold—City Comptroller Joseph D. McGoldrick sold Dec. 29 by allotment \$30,000,000 in revenue bills. The bills are dated Dec. 30, 1941, and were sold at an interest rate of 0.50%. Of the total \$10,000,000 are payable March 6, 1942; \$10,000,000 payable April 16, 1942, and \$10,000,000 payable April 24, 1942. The banks and their allotments follow:

Bank	Amount (000 omitted)
Bankers Trust Co.	2,418
Bank of The Manhattan Co.	1,170
Bank of New York	360
Brooklyn Trust Co.	330
Central Hanover Bank & Trust Co.	2,250
Chase National Bank of New York	5,466
Chemical Bank & Trust Co.	1,170
Commercial National Bank & Trust Co. of New York	60
Continental Bk. & Tr. Co. of N. Y.	150
Corn Exchange Bank Trust Co.	840
Empire Trust Co.	60
The Fifth Avenue Bank of N. Y.	210
First National Bank of New York	1,512
Fulton Trust Co. of New York	1,954
Garanty Trust Co. of New York	1,500
Kings County Trust Co.	96
Manufacturers Trust Co.	1,280
Marine Midland Trust Co. of N. Y.	210
National City Bank of New York	4,320
The New York Trust Co.	840
Public Nat'l Bk. & Tr. Co. of N. Y.	300
Title Guarantee and Trust Co.	60
U. S. Trust Co. of New York	240
J. P. Morgan & Co., Incorporated	1,140

Onondaga County (P. O. Syracuse), N. Y.

Bond Offering—John F. Giminski, County Treasurer, will receive sealed bids until 11 a.m. on Jan. 6, for the purchase of \$851,000 not to exceed 5% interest, general of 1941-1942, coupon or registered series A home relief bonds. Dated Jan. 1, 1942. Denom. \$1,000. Due Jan. 1, as follows: \$71,000 in 1943; \$70,000, 1944 to 1946 incl.; \$90,000 from 1947 to 1949 incl., and \$100,000 from 1950 to 1952 incl. Bidder to name a single rate of interest, expressed in a multiple of 1/4 or 1/10th of 1%. Prin. and int. (J-J) payable at the First Trust & Deposit Co., Syracuse, or at the Chase National Bank, New York City. The bonds are unlimited tax obligations of the county and the approving legal opinion of Hawkins, Delafield & Longfellow of New York City will be furnished the successful bidder. A certified check for \$17,920, payable to order of the County Treasurer, is required.

Port of New York Authority, N. Y.

Special Legislative Committee Opposes Toll Reductions—The Special Legislative Committee named last year to study the

feasibility of reducing tolls on the various facilities operated by the Port Authority reported to the State Legislature on Dec. 22 that it would not be advisable to consider any reductions at this time. The Committee, which was headed by Senator Charles E. Loizeaux, Union County Republican, issued a lengthy report on its study of the subject, which included open hearings with representatives of the Port Authority. The report set forth the following basic conclusions:

"Present revenues of the Port Authority are not excessive to provide for retirement of debt by 1960."

"It cannot be safely estimated that a reduction in tolls would increase revenues or even maintain present revenues."

"It is highly desirable to retire Port Authority indebtedness as rapidly as revenues permit."

"Every effort should be made on the part of the State to construct the necessary feeder highways to the Port facilities."

"It is advisable to re-examine into this subject about a year after the termination of the present emergency to determine whether or not changed conditions may at that time warrant a reduction in tolls."

The Committee said it did not regard the Port Authority as a static body responsible only for administration of existing facilities and not concerned with the possibility of making further Port improvements as conditions warrant. Under the static conception, the report said, it would be "perfectly feasible from a financial viewpoint to inaugurate some toll reduction policy and prolong the time when the facilities would be clear of indebtedness. Your Committee feels very strongly, however, that this would be a very short-sighted view."

Rensselaer, N. Y.

Bond Sale—The \$53,800 various municipal purposes bonds offered Dec. 30—v. 154, p. 1675—were awarded to E. H. Rollins & Sons, Inc., New York, as 1.60s, at a price of 100.169, a basis of about 1.55%. Sale consisted of:

\$10,000 public works bonds. Due Jan. 1 as follows: \$2,000 in 1943 and 1944, and \$3,000 in 1945 and 1946.

16,300 series D street improvement bonds. Due Jan. 1 as follows: \$4,300 in 1943 and \$4,000 from 1944 to 1946 incl.

13,500 series E sewer improvement bonds. Due Jan. 1 as follows: \$1,500 in 1943 and \$2,000 from 1944 to 1949 incl.

14,000 public welfare (home relief) bonds. Due \$2,000 on Jan. 1 from 1943 to 1949 incl.

All of the bonds are dated Jan. 1, 1942. One bond for \$500 and one for \$300, others \$1,000 each. Principal and interest (J-J) payable at the Rensselaer County Bank & Trust Co., Rensselaer, with New York exchange. The bonds are general obligations of the city, payable from unlimited taxes. Legality approved by Dillon, Vandewater & Moore of New York City. Other bids at the sale were as follows:

Bidder	Int. Rate	Prem.
Rensselaer Savings Bank	1.60%	\$31.74
Manufacturers & Traders Trust Co.	1.80	Par
R. D. White & Co.	1.75	82.59
Manufacturers Bank of Troy	1.75	6.00
Union Securities Corp.	2.70	255.48

Saline (P. O. Liverpool), N. Y.

Bond Sale—The \$120,000 Matydale Sewer district sewer system bonds offered Dec. 30—v. 154, p. 1581—were awarded to Blair & Co., Inc., and Bacon, Stevenson & Co., both of New York, jointly, as 2 1/4s, at a price of 100.263, a basis of about 2.23%. Dated Jan. 1, 1942, and due Jan. 1, as follows: \$4,000 from 1943 to 1957 incl., and \$5,000 from 1958 to 1969 incl. Other bids: (for

2.30s) E. H. Rollins & Sons, Inc., 100.38; Marine Trust Co. of Buffalo, and R. D. White & Co., jointly, 100.35; (for 2.40s) Roosevelt & Weigold, Inc., 100.31; Syracuse Savings Bank, 100.10; (for 2 1/2s) Manufacturers & Traders Trust Co., Buffalo, and George B. Gibbons & Co., Inc., jointly, 100.659; (for 3s) Merchants National Bank & Trust Co., Syracuse, par.

Sidney, N. Y.

Bond Sale—The \$34,321.05 coupon or registered bonds offered Dec. 30—v. 154, p. 1675—were awarded to the Manufacturers &

Traders Trust Co. of Buffalo, as 1.60s, at a price of 100.09, a basis of about 1.56%. Sale consisted of:

\$20,425.63 series A bonds. Due July 1, as follows: \$3,425.65

in 1942; \$4,000 from 1943 to

1945 incl., and \$5,000 in 1946.

13,895.40 series B bonds. Due

July 1, as follows: \$2,895.40

in 1942; \$2,000 in 1943, and

\$3,000 from 1944 to 1946 incl.

All of the bonds will be dated

Jan. 1, 1942. Other bids: (for

1.70s) Marine Trust Co. of Buf-

falo, 100.14; R. D. White & Co.

100.097; (for 1.90s) Roosevelt &

Weigold, Inc., 100.05; (for 2s)

George B. Gibbons & Co., Inc.,

100.13.

Suffern, N. Y.

Bond Sale—The \$16,500 coupon or registered refunding bonds offered Dec. 30 v. 154, p. 1735—

were awarded to the Ramapo

Trust Co. of Spring Valley, as

1.90s, at par. Dated Jan. 1, 1942,

and due Jan. 1, as follows: \$500

in 1948; \$1,000 in 1949, and \$2,500

from 1950 to 1955 incl. Other bids:

E. M. Adams & Co. of Portland, as 2s, at 100.31, a basis of about 1.94%. Dated Sept. 1, 1941. Due \$1,000 on Sept. 1 in 1943 to 1950 incl.

Port of Cascade Locks (P. O. Cascade Locks), Ore.

Bond Sale—The \$75,000 semi-ann. property purchase bonds offered for sale on Dec. 26—v. 154, p. 1536—were awarded to a syndicate composed of Fordyce & Co., Atkinson-Jones & Co. and the Charles N. Tripp Co., all of Portland, paying par for the bonds as follows: \$20,000 as 3s, due \$5,000 from Jan. 1, 1948 to 1951; \$35,000 as 2½s, due \$5,000 from Jan. 1, 1952 to 1958, and \$20,000 as 2¼s, due \$5,000 from Jan. 1, 1959 to 1962.

Wheeler County School Districts (P. O. Mitchell), Ore.

Bond Sale—The following 2½% semi-ann. refunding bonds aggregating \$13,900, offered for sale on Nov. 3—v. 154, p. 975—were purchased by the State Bond Commission at a price of 101.092, a basis of about 1.92%:

\$5,400 School District No. 17 bonds. Due on Jan. 1 in 1943 to 1948.

8,500 Union High School District No. 2 bonds. Due on Jan. 1 in 1943 to 1948.

PENNSYLVANIA

Brighton Township School District (P. O. R. F. D. No. 1, Beaver), Pa.

Bond Sale—The \$45,000 building, improvement and equipment bonds offered Dec. 29—v. 154, p. 1536—were awarded to the Fort McIntosh National Bank of Beaver, as 2½s. Dated Jan. 2, 1942, and due Jan. 2 as follows: \$1,000 in 1944 and \$2,000 from 1945 to 1966 incl. Phillips, Schmertz & Co. of Philadelphia, second high bidder, named a rate of 2½%.

Johnstown, Pa.

Proposed Refunding Issue—The tentative budget for 1942 lists a proposed \$148,000 refunding bond issue. To meet all of the present \$186,536 indicated deficit in the 1942 budget, a three-mill tax increase would be necessary, according to report.

Philadelphia Housing Authority (P. O. Philadelphia), Pa.

Bond Offering—Sealed bids will be received until 1 p.m. on Jan. 7 for the purchase of \$3,742,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1, from 1942 to 1971 incl. Legal opinion of Reed, Hoyt, Washburn & Clay of New York City. Address of the Authority is City Hall, Pawtucket.

(These bonds were originally offered Dec. 10—v. 154, p. 1280, and the sale postponed because of unsettled market conditions.)

SOUTH CAROLINA

Charleston Housing Authority (P. O. Charleston), S. C.

Paying Agent Appointed—The National City Bank of New York has been appointed paying agent on 2½, 2½, 2¾, 3 and 3¼% series A bonds of the above Authority, maturing serially from Jan. 1, 1942, through Jan. 1, 1961.

SOUTH DAKOTA

Codington County (P. O. Watertown), S. Dak.

Bonds Sold—The Chairman of the Board of County Commissioners states that \$180,000 1½% semi-ann. school refunding bonds were sold on Nov. 20. Dated Oct. 15, 1941.

TENNESSEE

Chattanooga, Tenn.

Bonds Exchanged—It is reported that holders of the above city's bonds, eligible for exchange under the terms of the offer of exchange, dated Nov. 1, 1941, are being advised that the new debt equalization bonds of 1941 have been signed and can be delivered promptly to holders of bonds eligible for exchange who deposit their bonds with one of the banks acting as exchange agent. Copies of the offer of exchange and letter of transmittal and agreement of exchange may be obtained from Wainwright, Ramsey & Lancaster, fiscal agent for the city, 120 Broadway, New York, N. Y.

Ector County (P. O. Odessa), Tex.

Bonds Sold—Crummer & Co. of Dallas, are said to have recently

York County (P. O. York), Pa.

To Redeem \$430,000 River Bridge Bonds—The County Commissioners have announced their intention to redeem \$430,000 4½% Susquehanna River bridge bonds on Feb. 1, 1942, including \$180,000 maturing on that date and \$250,000 which are subject to prior redemption at that time. The bonds are part of an original issue of \$1,400,000 which was sold a decade ago to finance construction of the bridge between Wrightsville and Columbia. Both York and Lancaster County participated in the project.

As a result of the Feb. 1 payments, only \$300,000 bonds will remain outstanding, and it is reported that all or a considerable portion of this balance will be redeemed on Aug. 1, 1942. The bonds were issued in denominations of \$1,000 and it was provided that any obligations outstanding on or after Feb. 1, 1942, would be callable in numerical order on any interest payment date.

There is now in the county treasury the sum of \$627,604.39 available to meet the current maturity of \$180,000 due Feb. 1, with interest, and interest on the bonds from Nos. 851 to 1400 inclusive, amounting to \$15,512.50, leaving a sum of approximately \$432,091.89 available to pay any called bonds. In view of this the Commissioners decided to call bonds for redemption from Nos. 851 to 1100, inclusive, a total of \$250,000 face value.

The resolution as adopted by the County Commissioners states that it is desirable to hold in reserve sufficient funds to meet any unusual demand for repairs to the bridge until such time as there are sufficient funds to call all the remaining bonds and thus free the bridge and turn it over to the State Highway Department.

RHODE ISLAND

Pawtucket Housing Authority (P. O. Pawtucket), R. I.

Bond Offering—Sealed bids will be received until 1 p.m. on Jan. 7, for the purchase of \$193,000 series A housing authority bonds, dated Jan. 1, 1942, and due serially on July 1, from 1942 to 1961 incl. Legal opinion of Reed, Hoyt, Washburn & Clay of New York City. Address of the Authority is City Hall, Pawtucket.

(These bonds were originally offered Dec. 10—v. 154, p. 1280, and the sale postponed because of unsettled market conditions.)

SOUTH CAROLINA

Charleston Housing Authority (P. O. Charleston), S. C.

Paying Agent Appointed—The National City Bank of New York has been appointed paying agent on 2½, 2½, 2¾, 3 and 3¼% series A bonds of the above Authority, maturing serially from Jan. 1, 1942, through Jan. 1, 1961.

SOUTH DAKOTA

Codington County (P. O. Watertown), S. Dak.

Bonds Sold—The Chairman of the Board of County Commissioners states that \$180,000 1½% semi-ann. school refunding bonds were sold on Nov. 20. Dated Oct. 15, 1941.

TENNESSEE

Chattanooga, Tenn.

Bonds Exchanged—It is reported that holders of the above city's bonds, eligible for exchange under the terms of the offer of exchange, dated Nov. 1, 1941, are being advised that the new debt equalization bonds of 1941 have been signed and can be delivered promptly to holders of bonds eligible for exchange who deposit their bonds with one of the banks acting as exchange agent. Copies of the offer of exchange and letter of transmittal and agreement of exchange may be obtained from Wainwright, Ramsey & Lancaster, fiscal agent for the city, 120 Broadway, New York, N. Y.

Ector County (P. O. Odessa), Tex.

Bonds Sold—Crummer & Co. of Dallas, are said to have recently

Humboldt, Tenn.

Bonds Sold—A \$20,000 issue of 3% semi-annual funding bonds is said to have been purchased at par by the Nashville Securities Co. of Nashville. Dated April 1, 1941. Due \$1,000 on Oct. 1 in 1942 to 1961 incl.

Tennessee (State of)

Bond Sale—The \$300,000 coupon or registered semi-annual State Guard bonds offered for sale on Dec. 29—v. 154, p. 1582—were awarded to Halsey, Stuart & Co., Inc. of New York, as 1¾s, paying a price of 100.45, a basis of about 1.70%. Dated Dec. 1, 1941. Due on Dec. 1, 1951.

Bonds Offered for Investment—The successful bidder offered the bonds for general subscription, priced to yield 1.60%.

TEXAS

Angelina County (P. O. Lufkin), Texas

Bonds Sold—The \$90,000 county airport bonds approved by the voters on Nov. 22, have been sold as follows: \$5,000 as 2½s, due \$1,000 in 1942 to 1946; \$15,000 as 3¼s, due \$3,000 in 1947 to 1951, and \$70,000 as 3½s, due \$4,000 in 1952 to 1956, and \$10,000 in 1957 to 1961. (The sale of these bonds is contingent upon CAA participation in the airport construction project.)

Archer County (P. O. Archer City), Texas

Additional Information—In connection with the public offering by Crummer & Co. of Dallas, of the \$750,000 2% semi-annual road refunding bonds, noted here on Nov. 18, it is now stated by the County Judge that the bonds are being exchanged with the original holders at par, through the above firm. Due \$75,000 from July 1, 1943 to 1952, bonds maturing on and after July 1, 1948, callable on July 1, 1947.

Breckenridge Independent School District (P. O. Breckenridge), Texas

Bonds Authorized—The Secretary of the Board of Education states that \$414,900 refunding bonds have been authorized and will be exchanged for old bonds and delinquent interest in the near future.

Brownwood, Texas

Bond Offering—F. E. Scott, City Secretary and Manager, states that he will receive sealed bids until Jan. 5, for the purchase of the following 3% semi-annual revenue bonds aggregating \$180,000: \$130,000 water, and \$50,000 sewer bonds. Due in 25 years, optional after 15 years. These bonds were approved by the voters on Dec. 11, by a wide margin.

Clay County (P. O. Henrietta), Texas

Bond Exchange—It is reported that Moss, Moore & Cecil of Dallas, are handling the exchange, at par, of \$20,000 4% semi-annual road and bridge refunding bonds. Due on April 1 in 1942 to 1969.

Dallas City and County Levee Imp. Dist. (P. O. Dallas), Texas

Court Hearing Planned—The above district reports that under the date of Dec. 23 it had on deposit \$991,000 refunding of 1937 and \$2,000 bonds of the original issue. At the hearing held on Dec. 15 before the Federal Court, some questions were settled regarding the collection of delinquent taxes, but the main questions are to be settled at the trial to be held on Feb. 2.

Dallas County (P. O. Dallas), Tex.

Bond Offering—Charles A. Tosch, County Auditor, states that the \$150,000 road bonds, offered for sale without success on Dec. 22, when all bids were rejected, are being reoffered for purchase on Jan. 12, with minor changes in details.

Ector County (P. O. Odessa), Tex.

Bonds Sold—Crummer & Co. of Dallas, are said to have recently

purchased as 2s at par the following refunding bonds aggregating \$62,008.39: \$37,360.64 library, and \$24,647.75 road and bridge bonds.

Edinburg, Tex.

Bond Election Re-Scheduled—The City Commission has tentatively reset the election date for Jan. 15, on the proposals which had been scheduled for a vote as of Dec. 19. It is proposed to issue \$925,000 in municipal revenue bonds with which to finance construction of a \$500,000 electric plant and distribution system, a \$250,000 municipal water plant and distribution system and a \$175,000 natural gas distribution system.

El Paso County Water Control and Improvement District No. 1 (P. O. El Paso), Tex.

Bond Validity Questioned—A suit is said to have been filed in the 41st District Court, contesting the election held in the district on Nov. 15, at which time the issuance of \$1,150,000 water revenue bonds was approved by a vote of 202 to 179. The suit petition alleges various irregularities, charging that the imaginary boundary lines of the district were indefinite and vague in the election notice, that the official election notice was published in a paper not of general circulation and that several illegal votes were cast at the election.

Groveton Independent School District (P. O. Groveton), Tex.

Bonds Sold—The following 4% semi-annual bonds aggregating \$40,000, are said to have been purchased at par by Dewar, Robertson & Pancoast of San Antonio: \$32,000 refunding bonds. Due on April 10 in 1948 to 1969. 8,000 building bonds. Due on Oct. 10 1942 to 1957.

Harrison County Common School District No. 6 (P. O. Marshall), Tex.

Bond Exchange—It is reported that Miller, Moore & Brown of Dallas, are handling the exchange, at par, of \$26,900 3½% semi-annual refunding bonds. Due on Aug. 1 in 1942 to 1975.

Harris County (P. O. Houston), Texas

Bond Issuance Not Scheduled—H. L. Washburn, County Auditor, states that because of Government priorities it will be at least 60 days before any more of the \$5,400,000 road improvement bonds will be issued. The entire amount was approved by the voters on May 3, and \$750,000 bonds were sold on May 14.

Hidalgo County Water Control and Imp. Dist. No. 14 (P. O. Mission), Tex.

Bond Issuance Deferred—It is reported by Hill, Greer & Franki, Attorneys for the District, in connection with \$50,000 water improvement bonds that carried at the election in Sept., no further action has been taken with the issuance of the bonds.

Highland Park Ind. School Dist. (P. O. Dallas), Texas

Bonds Approved—We understand that at an election held on Dec. 13, \$325,000 construction bonds were approved by the voters, by a count of 139 "for" to 121 "against."

Holliday Independent School District (P. O. Holliday), Tex.

Bonds Publicly Offered—A \$40,000 issue of 1¾% school bonds is being offered by the George V. Rotan Co. of Houston, for general investment. Denom. \$1,000. Dated Jan. 15, 1942. Due \$8,000 on Jan. 15 in 1943 to 1947 incl. Prin. and int. (J-J) payable at the State Treasurer's office. Legality approved by Vinson, Elkins, Weems & Francis of Houston. These bonds were voted on Dec. 15.

Motley County (P. O. Matador), Texas

Bonds Sold—The \$70,000 3¼% semi-annual road bonds voted at the

election held on Nov. 22, are said to have been purchased at par by Crummer & Co. of Dallas. Due on April 1 in 1943 to 1961.

Nolan County Consolidated Common School District No. 5 (P. O. Sweetwater), Tex.

Bond Offering—Sealed bids will be received until Jan. 5, by Ed. F. Neinast, County School Superintendent, for the purchase of \$10,00

General Corporation and Investment News

RAILROAD - PUBLIC UTILITY - INDUSTRIAL - INSURANCE - MISCELLANEOUS

Abbott Laboratories—Stock Offered—A. G. Becker & Co. has offered a block of 5,000 shares of common stock (no par) at \$47 a share. This represents the same stock which it was previously announced might be offered by Blyth & Co., Inc., and Fahnestock & Co.

Initial Preferred Dividend—

The directors have declared an initial dividend of 39 cents per share on the new 4% cumulative preferred stock, par \$100, for the period from date of issuance to Jan. 15, 1942, payable on Jan. 15 to holders of record Jan. 2. For offering, see V. 154, p. 1488.

Akron Canton & Youngstown Ry.—Earnings—

	1941	1940	1939	1938
Gross from railway	\$255,947	\$218,917	\$182,819	\$163,052
Net from railway	71,574	85,309	57,489	51,013
Net ry. oper. income	34,004	59,087	30,254	21,075
From Jan. 1				
Gross from railway	2,864,364	2,167,579	1,863,243	1,514,852
Net from railway	1,107,678	735,866	570,933	343,696
Net ry. oper. income	621,320	429,619	267,484	45,170
—V. 154, p. 1299.				

Alabama Great Southern RR.—Earnings—

	1941	1940	1939	1938
Gross from railway	\$1,034,737	\$729,446	\$681,358	\$620,332
Net from railway	411,507	253,349	212,785	186,079
Net ry. oper. income	251,424	151,379	147,582	127,707
From Jan. 1				
Gross from railway	10,035,697	7,494,008	7,024,590	6,181,551
Net from railway	3,815,435	2,443,679	2,220,469	1,493,211
Net ry. oper. income	2,167,474	1,515,894	1,606,026	1,208,081
—V. 154, p. 1299.				

Alabama Power Co.—SEC Approves Financing—

The SEC approved Dec. 29 the issue and sale by the company of \$20,000,000 of first mortgage bonds and \$12,000,000 of unsecured notes to banks in order to retire its outstanding bonds, the reduction by Alabama of its common stock stated capital by \$30,516,282 and other transactions incidental to company's recently announced refinancing program.—V. 154, p. 1697.

All America Corp. (& Subs.)—Earnings—

	1941	1940
Total operating revenues	\$5,688,626	\$4,804,136
Expenses of operation	1,711,471	1,668,409
Maintenance & repairs	628,434	716,265
General & miscellaneous expenses	568,850	511,920
Provision for U. S. Federal excess profits tax	409,000	
Provision for U. S. Fed. income tax	450,000	256,500
Other taxes	481,415	313,562
Provision for depreciation & amortization	540,515	526,220
Net income from oper. before loss on foreign exchange	\$898,941	\$811,260
Loss on foreign exchange	Cr71,770	18,454
Net income from operations	\$970,711	\$792,806
Total nonoperating income	41,029	37,457
Net income before interest charges, etc.	\$1,011,740	\$830,263
Interest	97	1,107
Minority com. stockholders' equity in net inc.	Cr772	988
Miscellaneous	450	
Net income before int. on funded debt	\$1,011,965	\$828,168
Total interest on funded debt	150,547	175,181
Net income	\$861,418	\$652,987
*Proforma.		
Note 1. While certain reserves have been provided with respect to receivables from foreign government administrations at Sept. 30, 1941, no provision has been made for the ultimate effects which war conditions may have on the other assets, liabilities and operations of the corporation and its subsidiaries, as it is impossible at this time to estimate or foresee what such effects may be. The reserves that have been established are not sufficient to cover fully the losses that may be sustained on accounts receivable from government agencies of Japan, Germany and Italy as a result of recent developments.		
Note 2. Based upon estimated taxable income for the entire year, U. S. Federal excess profits and income taxes applicable to results for the 9 months ended Sept. 30, 1941 have been tentatively calculated in accordance with the provisions of the 1941 Revenue Act, and are so reflected in the consolidated income account.—V. 154, p. 329.		

Alton RR.—Interest on Chicago & Alton RR. Bonds—

The interest due April 1, 1939, on the Chicago & Alton RR. 3% refunding 50-year gold bonds, due 1949, was paid beginning Dec. 29, 1941, at office of the Baltimore & Ohio RR., New York.

	1941	1940	1939	1938
Gross from railway	\$1,700,507	\$1,363,209	\$1,462,291	\$1,283,047
Net from railway	345,953	287,664	366,851	311,613
Net ry. oper. income	55,407	33,810	118,979	75,016
From Jan. 1				
Gross from railway	18,236,451	14,927,081	15,185,304	14,105,288
Net from railway	4,878,438	2,719,371	3,688,808	3,025,494
Net ry. oper. income	1,733,579	*152,627	729,041	121,292
*Deficit.—V. 154, p. 1628.				

Amalgamated Sugar Co.—Annual Report—

	1941	1940
Sugar sales	\$13,874,958	\$10,901,953
Federal excise tax on sugar	1,484,971	1,253,418
Sugar marketing expense	2,435,036	2,289,193
Net return from sugar sold	\$9,954,951	\$7,359,342
*Differential	57,990	
Balance	\$10,012,942	\$7,359,342
Cost of sugar sold	7,857,796	5,919,578

	1941	1940
Gross profit from sugar sales	\$2,155,146	\$1,439,764
Income from auxiliary operations	193,656	114,200
Gross profit from operations	\$2,348,802	\$1,553,964
Administrative and general office expenses	186,511	163,639
Net profit from operations	\$2,162,291	\$1,390,325
Other income	30,523	27,514
Total income	\$2,192,814	\$1,417,839
Interest, bad debts, etc.	103,377	120,840
Provision for income and excess profits taxes	726,246	352,527

	1941	1940
Net income	\$1,363,192	\$944,473

	1941	1940
Dividends on preferred and common stock	616,943	478,833

*Arising from charges for storage in overflow warehouses and freight charges for company-owned truck included in marketing expenses.

Consolidated Balance Sheet, Sept. 30		
Assets—	1941	1940
Cash	\$617,865	\$362,937
Accounts receivable	2,253,415	1,317,844
Notes receivable	91,674	114,662
Inventories	3,058,653	3,568,717
Advanced manufacturing costs	421,237	438,272
Miscellaneous investments	224,802	219,564
*Fixed assets	7,030,553	6,678,103
Deferred charges	69,945	62,322
Total	\$13,768,144	\$12,762,422
Liabilities—		
Accounts payable	\$251,629	\$153,039
Federal, etc., income taxes, estimated	751,000	378,171
General and other taxes, estimated	245,480	232,725
Final payment for 1940 crop of beets	345,887	8,553
Liabilities on 1939 part. beet contract		
Accrued payroll, interest payable, etc.	39,854	38,410
Accrued Federal excise tax	303,296	339,170
Dividends payable	69,055	69,055
Long-term liabilities	11,100,000	11,100,000
Reserves	221,831	210,415
First preferred stock	6,735,968	6,814,468
Common stock (par \$1)	690,549	690,549
Capital surplus	823,364	804,956
Earned surplus	2,190,230	1,222,912
Total	\$13,768,144	\$12,762,422

*After reserve for depreciation of \$4,675,576 in 1941 and \$4,636,431 in 1940. *Notes payable under terms of revised credit agreement dated Aug. 1, 1939 (to Bankers Trust Co.) payable in installments of \$200,000 on each of the following dates: Aug. 1, 1941 (included in current liabilities), 1942, 1943, 1944, 1945 and remainder of \$300,000 payable Aug. 1, 1946.

The agreement of Aug. 1, 1939, has been superseded by an agreement dated Oct. 20, 1941, under which the company has borrowed an additional \$900,000. The total liability of \$2,000,0

Consolidated Balance Sheet, Sept. 30, 1941

Assets—Cash, \$64,829; accounts receivable, \$91,775; inventories, \$306,010; postage, travel advances, etc., \$4,691; cash surrender value of insurance on lives of officer and former officer, \$98,087; property, plant and equipment (net), \$296,602; deferred charges, \$40,355; total, \$902,349.

Liabilities—Notes payable—bank, \$100,000; accounts payable, \$89,384; accrued accounts, \$18,066; first mortgage 6% gold bonds, due currently, \$20,000; dividends payable, \$889; miscellaneous current liabilities, \$1,775; first mortgage 6% gold bonds, \$40,000; 5% prior preferred stock (\$1 par), \$210,042; \$1.50 cumulative participating preferred, \$68,196; \$2 cumulative participating preference stock, \$687; common stock (80,000 shares), \$157,898; capital surplus, \$94,402; earned surplus, \$101,003; total, \$902,349.—V. 152, p. 668.

American Steel Foundries—Annual Report

This report covers the nine months ended Sept. 30, 1941, the fiscal period having been changed from a calendar year basis.

A substantial part of production and sales during the first nine months of 1941 consisted of defense materiel and consequently operations were at a greater rate of capacity than the average rate during 1940.

Company began the year 1941 with unfilled orders amounting to approximately \$15,000,000, which increased rapidly during the second quarter and as of Sept. 30 the unfilled orders amounted to approximately \$33,000,000, divided: \$15,000,000 for regular products and \$18,000,000 for defense materiel. Unfilled orders for regular products used in new freight cars as well as orders for defense material have suitable priority ratings so that in effect most all orders on the books have a favorable priority rating which should insure continued good operations during the coming fiscal year. Company is a substantial producer of cast armor for tanks and also produces other defense materiel, such as gun mount castings, forged and machined parts for tanks, castings for ships and ship equipment, etc.

Consolidated Income Account (Including Subsidiaries)

	9 Mos. End. Sept. 30, '41	1940	1939	1938
Gross sales, less discounts, etc.	\$35,518,454	\$26,347,592	\$18,725,061	\$12,207,205
Costs and expenses	26,454,211	21,110,141	16,194,096	12,874,508
Depreciation	1,103,176	1,223,497	989,679	842,707
Amortiz. of emergency facilities	499,303	—	—	—
Net profit from oper.	\$7,445,764	\$4,007,954	\$1,541,286	\$1,510,003
Miscellaneous income	78,569	73,332	231,117	148,389
Total profit	\$7,524,333	\$4,081,286	\$1,772,402	\$1,361,620
*Net earn. of sub. cos.	9,366	10,524	11,242	8,643
Reserve for Fed. taxes	4,731,000	986,055	332,946	131,023
Res. provided against invest. in misc. secs.	—	—	151,717	—
Loss on land disposed of	—	110,354	—	27,653
Miscellaneous deducts.	—	30,818	59,700	69,579
Net profit	\$2,783,967	\$2,943,534	\$1,368,514	\$1,750,235
Common dividends	1,484,370	1,781,244	—	296,874
Surplus	\$1,299,597	\$1,162,290	\$1,368,514	\$2,047,109
Shares common stock	1,187,426	1,187,496	1,187,496	1,187,496
Earnings per share	\$2.34	\$2.48	\$1.15	Nil
*Appertaining to outstanding minority stockholdings. †Loss. ‡Deficit.				
Note—The fiscal year has been changed from calendar year to year ended Sept. 30.				

Consolidated Balance Sheet

	Sept. 30, '41	Dec. 31, '40	1941	1940
Assets—				
Real estate, plant, etc.	\$17,031,919	\$17,202,970	1	1
Patents and goodwill	—	—	—	—
Inventories	7,410,996	7,490,563	—	—
Accounts receivable	6,418,890	3,366,805	—	—
Investments	1,201,080	1,145,270	—	—
U. S. Government securities	4,539,150	2,257,898	—	—
Cash	6,600,761	5,007,596	—	—
Deferred charges	61,205	57,659	—	—
Total	\$43,264,002	\$36,528,761	—	—
Liabilities—				
Common stock	\$24,202,060	\$24,202,060	—	—
Minority interest in subsidiaries consolidated	103,224	104,752	—	—
Accounts payable	1,283,070	798,111	—	—
Payrolls accrued	1,202,202	460,347	—	—
Deposit on foreign government contract	422,372	—	—	—
Reserve for Federal, etc., taxes	5,836,814	1,516,283	—	—
Reserves	1,253,276	946,881	—	—
Capital surplus	4,317,230	4,317,485	—	—
Earned surplus	5,512,206	4,212,609	—	—
Treasury stock—Dr.	452,140	452,140	—	—
Total	\$43,264,002	\$36,528,761	—	—

*After reserve for depreciation of \$15,570,173 in 1941 and \$14,278,899 in 1940. †Represented by 2,210,103 shares (no par). ‡Represented by 22,607 shares.—V. 154, p. 1697.

American Water Works & Electric Co., Inc.—Output

Output of electric energy of the electric properties of this company for the week ending Dec. 27, 1941, totaled 66,901,000 kwh., an increase of 20.67% over the output of 55,439,000 kwh. for the corresponding week of 1940.

Comparative table of weekly output of electric energy for the last five years follows (000 omitted):

Week Ended	1941	1940	1939	1938
Dec. 6	71,268	60,486	56,234	47,052
Dec. 13	73,316	60,839	56,222	46,947
Dec. 20	73,792	62,722	56,160	47,564
Dec. 27	*66,901	*55,439	*50,129	*42,574

*Christmas Day included.—V. 154, p. 1725.

Anglo National Corp.—Liquidating Dividend

The company on Dec. 26 paid a liquidating dividend of \$1 per share on the class A stock to holders of record Dec. 20. A liquidating dividend of \$3 per share was paid on Aug. 15, last.—V. 153, p. 827.

Ann Arbor RR.—Earnings

	November	1941	1940	1939	1938
Gross from railway	\$379,428	\$347,123	\$394,177	\$322,961	—
Net from railway	66,428	89,122	111,577	73,524	—
Net ry. oper. income	45,627	53,441	72,661	40,606	—
From Jan. 1—					
Gross from railway	4,353,093	3,782,906	3,651,408	3,165,862	—
Net from railway	1,119,327	777,305	726,678	453,200	—
Net ry. oper. income	604,245	371,230	338,024	83,666	—
V. 154, p. 1299.					

Armour & Co. (Ill.)—Workers Win Back Pay

See Swift & Co., below.—V. 154, p. 1374.

Arnold Constable Corp.—25-Cent Dividend

The directors have declared a dividend of 25 cents per share on the common stock, par \$5, payable Jan. 27 to holders of record Jan. 16. This compares with 12½ cents per share on March 25, June 27 and Sept. 24, last, and 25 cents on Jan. 27, 1941. Dividends paid in 1940 totaled 75 cents per share.—V. 154, p. 241.

Associated Gas & Electric Co.—Weekly Output

The Atlantic Utility Service Corp. reports that for the week ended Dec. 26, net electric output of the Associated Gas & Electric group was 117,274,198 units (kwh.). This is an increase of 16,307,824 units or 16.2% above production of 100,966,374 units a year ago.

Plea to Solicit Proxies Denied

An application by Jesse Jacobs, Paul Shipman Andrews and Daniel J. McCormack for permission as a protective committee to solicit authorization from holders of more than one class of securities of the company in connection with the reorganization proceedings of the company and its subsidiary, Associated Gas and Electric Corp., was denied Dec. 29 by the SEC.—V. 154, p. 1697.

Associated Gas & Electric Corp.—To Act on Traction Properties

Federal Judge Vincent L. Leibell on Dec. 29 authorized the trustees to acquiesce in the acceptance by the Railway & Bus Associates (subsidiary) in a plan for the reorganization of United Traction Co. and to accept cash alternatives under that plan, which would realize between \$250,000 and \$275,000 for the system.

The Court also approved the payment by Erie Lighting Co. of a net sum of about \$155,000 to Associated Gas & Electric Co., parent of the corporation, for payments made by the company for past years' income taxes.—V. 154, p. 1726.

Atchison Topeka & Santa Fe Ry.—System Loadings

Santa Fe System carloadings week ending Dec. 27, 1941, were 16,949 compared with 14,201 same week 1940. Received from connections 7,964 compared with 5,824 same week 1940. Total cars moved 24,913 compared with 20,025 same week 1940. Santa Fe handled total of 32,021 cars preceding week this year.

Promotion

James M. Nicholson, General Assistant in the mechanical department, has been appointed Assistant to the Operating Vice-President. He succeeds John Purcell, who retires after 57 years of service.—V. 154, p. 1726.

Atlanta Birmingham & Coast RR.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$374,651	\$298,193	\$277,452	\$267,332
Net from railway	69,001	36,540	19,624	14,210
Net ry. oper. income	14,486	*10,266	*19,993	*24,661
From Jan. 1—				
Gross from railway	4,269,931	3,135,566	3,185,050	3,078,889
Net from railway	955,123	296,117	418,381	301,188
Net ry. oper. income	221,936	*225,087	*82,431	*201,138
Deficit	V. 154, p. 1299.			

In 1939, the Court of Appeals dismissed under the statute of limitations two defendants, including Eugene G. Grace, President, the cause of action alleging excessive bonus payments. The remaining charges against all defendants and the charges of excessive payments to other defendants came to trial earlier this year before Justice Valente.—V. 154, p. 1374.

Bendix Aviation Corp.—Earnings

(Including Domestic Subsidiaries)

	1941	1940
Years Ended Sept. 30—	\$	\$
Gross sales, royalties, and other operating income, less discounts and returns and allow.	156,595,198	59,342,163
Cost of sales	116,200,951	47,017,409
Provisions for depreciation	1,428,050	1,198,620
Net profit from operations	38,967,198	11,126,134
Other income	803,686	1,523,628
Gross income	39,770,884	12,649,762
Interest paid	25,016	47,993
Provisions for contingencies	2,381,190	255,248
Charges on real estate	89,520	141,704
Provision for losses on foreign investments	500,000	
Premium paid on redemption of 3½% sinking fund debentures	41,250	
Miscellaneous deductions	60,678	33,476
Federal income taxes	10,301,907	2,504,188
Federal excess profits taxes	13,144,585	1,764,531
Net income	13,267,988	7,861,372
Earned surplus at beginning of the year	5,398,806	3,305,849
Total	18,666,794	11,167,221
Dividends paid	7,890,521	5,768,415
Earned surplus at end of the year	10,776,273	5,398,806
Earnings per share of common stock	\$.60	\$.75

*Selling, service, administrative, patent, development and general expense, and provisions for possible losses on receivables and inventories. †Of plant buildings and equipment and amortization of special plant facilities and leasehold improvements. ‡Not used in the business and on surplus plant—net (including depreciation—1941, \$22,739; 1940, \$24,854).

Note.—The parent company's proportion of the undistributed net income of non-consolidated French subsidiary and affiliated companies, of an indeterminate amount due to the lack of reliable information, is not included above. As to the other non-consolidated subsidiary and affiliated companies, dividends received during the year ended Sept. 30, 1941, were approximately \$160,000 more than the company's proportion of the net results of operations of such companies.

Consolidated Balance Sheet, Sept. 30

	1941	1940
Assets—		
Cash	\$ 11,931,289	6,577,103
Marketable short-term notes	1,074,014	
Accounts receivable, trade notes and acceptances	24,596,388	8,241,427
Inventories	38,657,640	14,615,834
Capital expenditures	3,588,193	
Investments and advances—Foreign subsidiary and affiliated companies not consolidated	886,834	1,302,393
Domestic affiliated companies	1,789,003	1,185,658
Real estate not used in the business (net)	2,114,074	2,166,532
Trade notes and acceptances receivable manufacturing after one year	25,157	49,356
Sundry investments, sundry notes and amounts due from closed banks (net)	59,823	200,046
Officers' and employees' notes and accounts	60,032	48,400
Plant, land, buildings and equipment	12,734,551	11,786,539
Special plant facilities	2,877,459	1,795,784
Leaseholds and improvements	26,619	14,021
Special tools, dies, jigs, patterns, etc.	1,837,144	652,456
Prepaid royalties, insurance, rent and other deferred and prepaid charges	431,235	266,290
Patents, patent rights, contracts, goodwill, etc.	1	1
Total	101,615,442	49,978,854
Liabilities—		
Notes payable	29,160	9,720
Accounts payable	7,790,883	3,835,370
Customers' advances on sales orders, etc.: Agencies of the U. S. Government (secured by cash and inventories—contra)	13,635,210	
Other customers	5,212,463	5,678,255
Federal income and excess profits taxes	24,765,278	4,842,640
State income and social security taxes	1,655,732	518,459
Other taxes, payrolls, rents and sundry accrued accounts	8,077,514	2,647,491
Reserve for contingencies	3,146,190	765,000
Minority interest	61,635	38,511
Capital stock (\$5 par)	10,525,065	10,488,315
Capital surplus	15,940,039	15,756,289
Earned surplus	10,776,273	5,398,806
Total	101,615,442	49,978,854
*Includes \$3,718,813 restricted to expenditures under contracts with, or to secure advances by, agencies of the U. S. Government—contra. †Less reserve for doubtful receivables—1941, \$975,948; 1940, \$362,893. ‡Includes \$9,916,397 pledged to secure advances by agencies of U. S. Government—contra. §Made on behalf of agencies of the U. S. Government, collectible currently under facility agreements with those agencies. ¶After reserves for depreciation—1941, \$5,825,908; 1940, \$5,506,891. —V. 154, p. 1145.		

Bendix Home Appliances, Inc.—Ruling on Suit

A ruling filed in Northern Indiana Federal District Court has denied the company exclusive rights to manufacture and sell its washing machine in the domestic market.

Judge Charles G. Briggle of Springfield, Ill., ruled in a suit filed by Bendix more than two years ago against the Borg-Warner Corp. of Chicago and a local research firm asking that they be enjoined from manufacturing the same type of machine.

Judge Briggle held that Borg-Warner had a legal right to manufacture the machines, but specified the cylinder should be larger than 4.06 cubic feet capacity.—V. 153, p. 1123.

Bond & Mortgage Guarantee Co.—Trustee Distributes Income

Emmanuel M. Cohan, trustee of series 212,246 certificates of the Bond & Mortgage Guarantee Co., covering 223 Second Avenue, New York, N. Y., has announced that, under the direction of Justice Charles B. McLaughlin, he is distributing 1 ½% of income, or \$117,925, distributed since the appointment of the trustee in August, 1937. The principal of this mortgage has been liquidated completely.—V. 146, p. 272.

Bond Stores, Inc.—Sales and Earnings for Stated Periods

	10 Mos. End.	Years Ended
	Oct. 31, '41	1940
Sales	\$34,304,558	\$32,444,508
Net inc. before income and profits taxes	4,424,230	4,091,144
Prov. for Fed. inc. tax	951,868	1,000,000
Prov. for Fed. excess profits tax	1,353,132	280,000
Net income	\$2,119,229	\$2,811,144
Capitalization and Funded Debt—Corporation's capitalization as at Oct. 31, 1941, consists of 1,000,000 authorized shares of common stock (\$1 par) of which 701,497 shares are outstanding.		

As of Oct. 31, 1941, the corporation had a funded debt of \$3,000,000 representing a loan may be The Equitable Life Assurance Society of the U. S. and evidenced by ten serial unsecured promissory notes of the corporation payable \$300,000 each Nov. 30, 1941-1950, both inclusive and bearing interest at rates of 1% to 3.10% (the \$300,000 due Nov. 30, 1941, has been paid).

Balance Sheet as at Oct. 31, 1941

Assets—	
Cash on hand and in banks	\$2,474,034
Accounts receivable (net)	4,353,202
Miscellaneous accounts receivable	61,842
Merchandise inventory	12,705,152
Officers' life insurance policies	133,636
Due from employees (net)	28,911
Due from employees for purchase of stock	9,217
Deposits, advances, etc.	13,883
Investment in securities of and adv. to wholly-owned subs.	79,008
Property, plant and equipment (net)	2,905,730
Alterations and improvements to leased properties (net)	648,139
Leaseholds—per books (net)	2,256
Deferred charges	407,654
Total	\$23,822,664
Liabilities—	
Serial notes payable—current	\$300,000
Loans payable—officers	1,150,000
Accounts payable	2,243,709
Customers' deposits	19,329
Accrued liabilities	1,339,871
Reserve for Federal income and excess profits taxes	2,626,423
Serial notes (1942-1950)	2,700,000
Common stock (par \$1)	701,497
Capital surplus	6,435,713
Earned surplus	6,306,121
Total	\$23,822,664

amount of the bonds will be redeemed for the sinking fund on Feb. 1, 1942, at 102%, plus accrued interest. Payment will be made at the principal office of the trustee in New York City.—V. 154, p. 1726.

Buda Co. (& Subs.)—Earnings

Consolidated Earnings for the Year Ended July 31, 1941	
Net sales	\$12,301,656
Cost of products sold	9,368,745
Selling expense	695,964
Administrative, engineering development and experimental expenses	892,025
Depreciation of plant and equipment	182,912
Amortization of defense facilities	58,468
Operating profit	\$1,103,541
Other income	127,683
Total income	\$1,231,224
Other deductions	114,158
Federal taxes on income	502,000
Excess provision for prior year	Cr341
Net profit	\$615,407
Dividends	46,023
Earnings per share	\$3.34

*Including \$223,300 for excess-profits tax. On 184,192 shares of capital stock, par \$12.50.

Consolidated Balance Sheet

Canadian Pacific Lines in Maine—Earnings

November—	1941	1940	1939	1938
Gross from railway—	\$239,340	\$178,154	\$167,895	\$119,142
Net from railway—	13,564	39,942	33,833	15,586
Net ry. oper. income—	*23,158	11,982	11,401	*11,958
From Jan. 1—				
Gross from railway—	3,274,603	2,619,461	2,017,829	1,990,465
Net from railway—	939,568	790,349	340,921	258,187
Net ry. oper. income—	521,460	439,474	49,115	*61,400
*Loss.—V. 154, p. 1261.				

Canadian Pacific Lines in Vermont—Earnings

November—	1941	1940	1939	1938
Gross from railway—	\$89,410	\$85,675	\$112,125	\$101,761
Net from railway—	*38,480	*29,034	6,517	13,160
Net ry. oper. income—	*73,420	*56,034	26,845	*24,274
From Jan. 1—				
Gross from railway—	1,255,781	1,069,853	934,941	788,892
Net from railway—	*103,832	*124,764	*231,699	*354,632
Net ry. oper. income—	*438,333	*431,562	*518,201	*656,300
*Deficit.—V. 154, p. 1261.				

Canadian Pacific Ry.—Earnings

Week Ended Dec. 21—	1941	1940
Gross earnings (estimated)	\$4,766,000	\$3,962,000
V. 154, p. 1727.		

Carib Syndicate, Ltd.—Liquidating Dividend Of 50 Cents—Stock Off List

Pursuant to the "plan for the complete liquidation of the company" adopted by stockholders at the special meeting held May 27, 1941, the directors had declared a second distribution in liquidation in the amount of 50 cents per share, payable on Jan. 12, 1942, to stockholders of record Jan. 2, 1942. An initial liquidating dividend of \$1.20 was paid on June 24, last.

Prior to Dec. 31, 1944, after all liabilities of the company shall have been paid or provided for and after deducting all expenses incurred in connection with the liquidation of the company, any remaining assets will be liquidated and a final distribution in liquidation in complete cancellation of the outstanding shares of capital stock will be paid to stockholders, says Charles F. French, Secretary.

In view of the extent to which the liquidation of this corporation has progressed, the Committee on Listing of the New York Curb Exchange on Dec. 27 directed that the stock of said company be removed from unlisted trading privileges at the opening of business on Dec. 31, 1941, the date on which the stock was originally scheduled to sell "ex" the second liquidating distribution of 50 cents per share.—V. 152, p. 3802.

Caterpillar Tractor Co.—Earnings

12 Mos. End. Nov. 30—	1941	1940	1939	1938
Net sales	\$99,931,260	\$70,318,436	\$57,517,407	\$47,499,989
Cost of sales, oper. exps., etc., less misc. inc.	80,856,188	56,387,912	47,822,475	41,594,338
Gross profit	\$19,075,072	\$13,930,524	\$9,694,932	\$5,905,651
Depreciation	3,056,793	2,533,190	2,530,034	2,389,475
Balance	\$16,018,279	\$11,397,334	\$7,164,899	\$3,516,176
Interest earned	158,813	Cr189,976	Cr277,803	Cr410,525
Interest paid	71,982	125,683	25,611	9,851
Provision for Fed. taxes	8,478,706	3,466,390	1,642,184	1,072,868
Net profit	\$7,626,404	\$7,995,237	\$5,774,906	\$2,843,984
Balance Sheet Nov. 30				

Assets—	1941	1940
Cash	\$5,695,875	\$6,676,193
Notes and accounts rec., less reserves	7,520,670	7,296,769
Inventories	27,323,250	19,475,040
Patents, trademarks and goodwill	1	1
*Land, buildings, equipment, etc.	22,515,716	20,596,090
Prepaid insurance, taxes, etc.	25,999	32,833
Total	\$63,081,512	\$54,076,926
Liabilities—		
Accounts payable	\$3,944,780	\$2,820,722
Notes payable to banks	3,000,000	4,000,000
Accrued payroll and expenses	1,221,366	1,100,873
Reserve for Federal taxes	8,316,209	3,395,013
Preferred stock not presented for redemption	5,366	28,451
*Common stock	9,411,200	9,411,200
Capital surplus	13,733,577	13,733,577
Earned surplus	23,449,014	19,587,090
Total	\$63,081,512	\$54,076,926

*After reserve for depreciation of \$16,413,095 in 1941 and \$15,137,829 in 1940. †Represented by 1,882,240 no par shares.—V. 154, p. 1261.

Celotex Corp. (& Subs.)—Earnings

Years Ended Oct. 31—	1941	1940	1939	1938
Net sales	\$19,977,155	\$13,817,501	\$12,317,936	\$9,126,488
Cost of sales and exps.	16,361,701	12,360,204	10,819,066	8,081,952
Net operating profit	\$3,615,455	\$1,457,297	\$1,498,869	\$1,044,536
Other earnings	158,853	151,496	57,069	133,267
Gross earnings	\$3,774,308	\$1,668,793	\$1,555,939	\$1,177,803
Net profit	\$1,749,099	\$747,628	\$741,756	\$518,358
Cum. pref. dividend	145,363	145,363	145,363	145,362
Common dividends	706,137		312,429	
Shares common stock	638,410	638,410	638,410	312,429
Earnings per share	\$2.51	\$0.94	\$0.93	\$1.19
Other deductions	329,922	323,174	311,421	259,513
Prov. for Fed. inc. taxes	1,247,790	89,300	79,000	10,000
Total for the three railroads	\$13,867,242	\$12,141,629		

*After deducting freight allowances and discounts. †Paid in common stock on Oct. 4, 1938. ‡Outstanding on Oct. 31, 1938.

Consolidated Balance Sheet, Oct. 31

Assets—	1941	1940
Cash	\$1,142,711	\$1,059,958
Notes and accounts receivable	3,154,463	2,245,147
Inventories	2,037,791	1,580,516
Miscellaneous assets	125,504	122,637
Total	747,617	760,101
Liabilities—		
Accounts payable	1	1
Accrued expenses	21,006	27,502
Accrued interest	40,078	44,937
Prov. for Federal income taxes	148,091	121,871
Prov. for other Fed. and State taxes	102,565	87,988
Current indebtedness to Celotex, Ltd.	12,346	
Funded debt	3,207,500	3,539,000
Notes payable, not current	80,000	
Liabilities under license agreement	66,487	81,686
5% cumulative preferred stock (par \$100)	2,907,250	2,907,250
Depreciation	447,498	448,692
Common stock	638,410	638,410
Paid-in surplus	706,843	706,843
Earned surplus	3,621,640	2,581,659
Treasury stock	Dr111,651	Dr111,651
Total	\$13,867,242	\$12,141,629

*After reserve for doubtful accounts and freight allowances of \$395,063 in 1941 and \$294,197 in 1940. †After reserve for depreciation of \$6,387,721 in 1941 and \$6,283,993 in 1940. ‡Represented by 638,410 no par shares. §10,734 shares common stock at cost. ¶After deducting \$801,320 investment in U. S. Treasury notes, tax series.—V. 154, p. 1529.

Central Franklin Process Co.—Pays \$6 Common Div.

The company on Dec. 24 paid a dividend of \$6 per share on the no par value common stock to holders of record Dec. 18. Distributions of \$2 per share were made on this issue on April 1, July 1 and Oct. 1, last, making a total of \$12 per share paid in 1941, the same rate as in 1940.

The directors have declared the regular quarterly dividend of \$1.75 per share on the 7% preferred stock, par \$100, payable Jan. 2 to holders of record Dec. 18.—V. 152, p. 1275.

Central of Georgia Ry.—Certificates Called

A total of \$27,000 of equipment trust certificates, series S, dated Oct. 1, 1936, have been called for redemption as of April 1, 1942, at par and interest, at the Citizens & Southern National Bank, trustee, Savannah, Ga.

New Trustee—

Merrel P. Callaway, Vice-President of the Guaranty Trust Co. of New York, was appointed co-trustee of the properties of this road on Nov. 8, succeeding A. B. Lovett, who resigned to accept an appointment as a Judge in the Federal Court.—V. 154, p. 1300.

Earnings for the Month of November and Year to Date
November—
1941 1940 1939 1938
Gross from railway— \$1,937,009 \$

Cleveland Electric Illuminating Co.—Acquisition—

The SEC has declared effective the proposal of company to acquire, subject to all liabilities, total assets of the Power & Light Building Co., upon surrender for cancellation of the 4,600 shares of capital stock (par \$100) of Power & Light. Since the assets consist mainly of the office building occupied by Cleveland Electric Illuminating Co. and owned by Power & Light Building Co., this exchange between the two companies automatically results in dissolution of the latter under the Public Utility Holding Company Act.—V. 154, p. 1592.

Cleveland & Pittsburgh RR.—Tenders—

H. W. Schotter, Treasurer, offered to receive bids up to and including Dec. 31 for the sale to the company of general mortgage bonds to an amount sufficient to absorb \$46,890, at prices not exceeding par and interest. Bonds accepted were to be delivered as of Jan. 2, 1942.—V. 152, p. 3646.

Clinchfield RR.—Earnings—

	1941	1940	1939	1938
Gross from railway	\$816,923	\$687,669	\$685,112	\$532,467
Net from railway	457,342	367,455	372,130	257,873
Net ry. oper. income	317,018	309,659	313,118	231,806
From Jan. 1—				
Gross from railway	10,094,592	7,685,920	6,553,794	5,336,507
Net from railway	5,896,267	3,985,508	3,347,130	2,322,143
Net ry. oper. income	4,926,972	3,270,098	2,929,686	1,959,219

—V. 154, p. 1375.

Collins & Aikman Corp. (& Subs.)—Earnings—

	Nov. 29, '41	Nov. 30, '40	Nov. 25, '39
Operating profit before depreciat.	\$2,465,097	\$3,783,871	\$2,154,576
Other income	99,019	61,306	38,219
Total income	\$2,564,116	\$3,845,177	\$2,182,795
Depreciation	359,201	389,669	420,141
Federal and State income & excess profits taxes	741,208	1,177,300	356,214
Net profit	\$1,463,707	\$2,278,208	\$1,416,440
Preferred dividends	150,750	153,722	160,434
Common dividends	422,100	422,100	422,100
Surplus	\$890,857	\$1,702,386	\$833,908
Earn. per sh. of com. stock	\$2.33	\$3.77	\$2.23

—V. 154, p. 1146.

Colt's Patent Fire Arms Mfg. Co.—Expansion—

The company has leased 40,000 square feet of additional floor space in the former plant of U. S. Rubber Co. at Hartford, Conn., it was announced earlier this month. Additional production machinery will be installed for gun production.—V. 154, p. 1261.

Commercial Mackay Corp. (& Subs.)—Earnings—

	1941	*1940
Total operating revenues	\$4,569,212	\$4,883,529
Expenses of operation	2,677,253	2,675,081
Maintenance & repairs	589,949	690,725
General & miscellaneous expenses	704,469	698,865
Provision for U. S. Fed. income tax	15,000	23,100
Other taxes	130,706	145,861
Provision for depreciation	666,936	679,726
Net loss from oper. bef. loss on foreign exch.	\$215,101	\$29,829
Loss on foreign exchange	935	34,670
Net loss from operations	\$216,036	\$64,499
Total non-operating income	212,455	80,357
Net income before interest charges, etc.	\$73,581	\$15,858
Interest	2,197	16,155
Minority com. stockholders' equity in net inc.	36	
Miscellaneous	183	2,470
Net loss bef. int. on income debentures	\$5,961	\$2,803
Acc. int. on inc. deb. of Commercial Mackay Corp.	214,077	223,773
Net loss	\$220,038	\$226,576

*Proforma. *Loss.

Note 1. While certain reserves have been provided with respect to receivables from foreign government administrations at Sept. 30, 1941, no provision has been made for the ultimate effects which war conditions may have on the other assets, liabilities and operations of the corporation and its subsidiaries, as it is impossible at this time to estimate or foresee what such effects may be. The reserves that have been established are not sufficient to cover fully the losses that may be sustained on accounts receivable from government agencies of Japan, Germany and Italy as a result of recent developments.

Note 2. The accounts of Federal Telegraph Co. have been excluded from the consolidated income account for the 9 months ended Sept. 30, 1941, as a result of the sale of the stock of that company effective as of Jan. 1, 1941. Net income of Federal Telegraph Company in the amount of \$16,132 is included in the consolidated income account for the 9 nine months ended Sept. 30, 1940.

Note 3. Based upon estimated taxable income for the entire year, U. S. Federal excess profits and income taxes applicable to results for the 9 months ended Sept. 30, 1941 have been tentatively calculated in accordance with the provisions of the 1941 Revenue Act, and are so reflected in the consolidated income account.—V. 153, p. 97.

Commercial Underwriters, Inc.—Sale of Stock—

The SEC reported Dec. 22 that Judge Robert C. Baltzell of the U. S. District Court at Indianapolis has entered a final judgment enjoining Arthur H. Wyatt from further selling the common stock of Commercial Underwriters, Inc., in violation of the fraud provisions of the Securities Act of 1933 and the broker-dealer fraud provisions of the Securities Exchange Act of 1934.

Mr. Wyatt represented that the only shares available for sale were a few returned by a buyer who was unable to pay for them, when in fact Mr. Wyatt had available for sale and was offering for sale a large block of the stock from his own personal holdings. The complaint also alleged that Mr. Wyatt represented that it was necessary to buy the stock of Commercial Underwriters, Inc., to entitle a prospective purchaser to invest in the stock of the Commercial Indemnity Insurance Co., when in fact no such requirement existed.

Commonwealth & Southern Corp. (& Subs.)—Earnings—

	Period End. Nov. 30—	1941—Month—1940	1941—12 Mos.—1940
Gross revenue	15,628,295	13,530,922	171,635,623
Operating expenses	6,807,300	5,270,933	69,031,530
Provision for taxes:			
General	1,386,635	1,231,411	15,553,315
Federal income	988,479	1,206,949	12,068,206
Fed. excess profits	726,577		8,261,904
Prov. for deprec. and amortization	1,760,620	1,512,865	20,223,936
Gross income	\$3,958,685	\$4,308,764	\$46,496,732
Int. and other deduct.	2,769,644	2,983,124	34,418,630
Net income	\$1,189,041	\$1,325,640	\$12,078,102
Dvcs. on preferred stk.	749,826	749,816	8,997,868
Balance	\$439,214	\$575,824	\$3,080,234

Monthly Output—

Electric output of The Commonwealth & Southern Corp. system for the month of November was 954,212,512 kwh. as compared with 809,355,035 kwh. for November, 1940, an increase of 17.90%. For the 11 months ended Nov. 30, 1941, the output was 9,922,321,403 kwh. as compared with 8,055,220,856 kwh. for the corresponding period in 1940, an increase of 23.18%. Total output for the year ended Nov. 30, 1941, was 10,761,106,466 kwh. as compared with 8,789,165,587 kwh. for the year ended Nov. 30, 1940, an increase of 22.44%.

Gas output of The Commonwealth & Southern Corp. system for the month of November was 1,968,938,800 cubic feet as compared with 1,744,087,200 cubic feet for November, 1940, an increase of

12.89%. For the 11 months ended Nov. 30, 1941, the output was 17,939,505,300 cubic feet as compared with 16,425,304,000 cubic feet for the corresponding period in 1940, an increase of 9.22%. Total output for the year ended Nov. 30, 1940, was 19,978,507,500 cubic feet as compared with 18,206,014,900 cubic feet for the year ended Nov. 30, 1940, an increase of 9.74%.

Weekly Output—

The weekly kilowatt hour output of electric energy of subsidiaries of the Commonwealth & Southern Corp. adjusted to show general business conditions of territory served for the week ended Dec. 25, 1941, amounted to 183,501,801 as compared with 158,280,330 for the corresponding week in 1940, an increase of 25,221,471, or 15.93%.

—V. 154, p. 1698.

Commonwealth Edison Co.—Weekly Output—

Last week's electricity output of the Commonwealth Edison group of companies, excluding sales to other electric utilities, showed a 10.3% increase over the corresponding period of 1940. Following are the kilowatthour output totals of the past four weeks and percentage comparisons with last year:

Week Ended—	1941	1940	% Incr.
Dec. 27—	159,424,000	144,481,000	10.3
Dec. 20—	168,275,000	157,437,000	6.9
Dec. 13—	170,216,000	153,000,000	11.3
Dec. 6—	165,469,000	151,555,000	9.2

—V. 154, p. 1698.

Consolidated Aircraft Corp.—Stock Offered—

Allen & Co., offered after the close of business Dec. 29 a block of 35,000 shares of common stock (par \$1) at a fixed price of 20 3/4 net. Dealer's discount 65c.—V. 154, p. 1727.

Consolidated Gas Electric Light & Power Co. of Balt.—**Earnings—**

Period End. Nov. 30—	1941—11 Mos.—1940	1941—12 Mos.—1940
Total oper. revenues	\$39,028,422	\$35,537,392
Operating expenses	20,751,583	19,026,715
Depreciation	3,937,272	3,508,340
Taxes	6,557,652	5,530,953
Operating income	\$7,781,915	\$7,471,383
Other income	431,017	607,103
Gross income	\$8,212,932	\$8,078,487
Int. & amort. of prem. on bonds	2,270,393	2,151,275
Other deductions	64,827	218,684
Net income	\$5,877,713	\$5,708,528
Divs.—pref. stock	1,172,330	1,000,010
Divs.—common stock	3,852,410	4,202,629
Balance	\$652,972	\$856,108
Earnings per share of common stock	\$4.03	\$4.03
	\$4.41	\$4.58</td

Detroit & Mackinac Ry.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$82,744	\$95,996	\$109,835	\$95,284
Net from railway—	31,371	38,709	54,715	46,086
Net ry. oper. income—	21,742	27,991	43,425	36,392
From Jan. 1—				
Gross from railway—	753,320	784,846	811,405	817,125
Net from railway—	162,292	215,314	217,503	233,529
Net ry. oper. income—	75,537	128,633	123,152	150,758
—V. 154, p. 1262.				

Detroit Toledo & Ironton RR.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$648,700	\$694,202	\$685,095	\$490,443
Net from railway—	252,356	364,777	346,032	221,341
Net ry. oper. income—	182,868	225,603	240,289	153,105
From Jan. 1—				
Gross from railway—	8,034,351	6,783,529	6,027,666	4,471,945
Net from railway—	4,181,654	3,176,493	2,659,944	1,518,957
Net ry. oper. income—	2,667,822	2,032,868	1,764,844	922,196
—V. 154, p. 1301.				

Detroit & Toledo Shore Line RR.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$384,747	\$317,515	\$323,595	\$306,208
Net from railway—	197,594	165,984	181,368	155,725
Net ry. oper. income—	41,446	70,146	94,151	63,364
From Jan. 1—				
Gross from railway—	3,978,336	3,376,510	2,934,220	2,337,487
Net from railway—	2,225,515	1,773,592	1,363,086	1,011,499
Net ry. oper. income—	793,030	756,687	510,928	272,624
—V. 154, p. 1376.				

Diana Stores Corp., N. Y. City—Registers With SEC—

See "Chronicle," Dec. 25, p. 1653.

Distillers Corp.-Seagrams, Ltd. (& Subs.)—Earnings—

3 Months Ended Sept. 30—	1941	1940	1939	1938
Net sales	\$41,741,675	\$26,270,158	\$35,475,083	
Cost of sales	29,739,057	18,877,459	16,979,761	
Profit	\$12,002,618	\$7,392,700	\$8,495,322	
Other income	83,204	33,755	32,829	
Total income	\$12,085,822	\$7,426,455	\$8,528,151	
Interest, expenses, etc.	5,743,267	5,206,309	3,946,120	
*Depreciation	49,832	43,718	40,804	
Income taxes	1,998,474	819,243	1,033,014	
Excess profits tax	1,654,007			
Loss on disposal assets	9,489	53,831	60,311	
Provision for exch. adjustment	15,434	9,059		
Net profit	\$2,615,319	\$1,294,295	\$3,447,902	
Earn. per share of com. stock	\$1.38	\$0.62	\$1.86	
*Exclusive of \$328,836 charged to cost of production in 1941, \$271,807 in 1940 and \$240,250 in 1939.—V. 154, p. 1376.				

Domestic Finance Corp.—Registers With SEC—

See "Chronicle," Thursday, Jan. 1.—V. 154, p. 1727.

Dryden Paper Co., Ltd.—Earnings—Earnings for the Years Ended Sept. 30, 1941
Profit from operations.
Income from investments.

Total income	\$424,954
Salaries of executive officers	26,295
Directors' fees	420
Interest on bonds	71,180
Provision for depletion	15,899
Provision for depreciation	255,426
Provision for income and excess profits taxes	25,000
Net profit	\$32,287

Balance Sheet, Sept. 30, 1941

Assets—	Salaries of stocks on hand, \$420,204; accounts and bills receivable (net), \$260,039; investment in bonds and stocks, including accrued interest, \$15,665; unexpired insurance and prepaid taxes, \$9,204; cash, \$34,743; properties, \$5,229,671; total, \$5,969,526.
Liabilities—	Accounts payable and accrued liabilities, \$104,496; interest accrued on bonds, \$12,943; reserve for income and other taxes, \$41,585; 6% first mortgage sinking fund bonds, \$1,163,500; capital stock and surplus (150,000 no par shares), \$4,647,002; total, \$5,969,526.
	—V. 151, p. 3394.

Duluth South Shore & Atlantic Ry.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$322,217	\$201,275	\$195,510	\$128,811
Net from railway—	106,096	31,368	644	*820
Net ry. oper. income—	90,120	12,823	*16,776	*19,154
From Jan. 1—				
Gross from railway—	3,148,011	2,438,019	2,159,825	1,702,610
Net from railway—	867,593	509,585	278,281	92,867
Net ry. oper. income—	647,689	301,840	65,924	*101,695
*Deficit.—V. 154, p. 1262.				

Duplan Corp.—Earnings—

6 Mos. Ended Nov. 30—	1941	1940	1939	1938
*Net profit	\$397,126	\$131,433	\$246,686	\$230,079
Shares com. stock outstanding (no par)—	270,000	270,000	270,000	270,000
Earnings per share—	\$1.20	\$0.22	\$0.65	\$0.69
*After charges and provision for Federal income taxes.				

Comparative Balance Sheet

Assets—	Nov. 30, '41	May 31, '41	Nov. 30, '40	May 31, '40
Cash in banks and on hand	\$301,417	\$305,095		
Trade accounts receivable	1,514,066	1,381,287		
Inventories	2,871,590	2,679,032		
*Fixed assets	3,813,298	3,472,213		
Investments	73,794	70,691		
Prepaid expenses	22,469	54,348		
Total	\$8,596,634	\$7,962,669		
Liabilities—				
Notes payable to banks	\$1,000,000	\$1,000,000		
Notes payable for machinery	183,750	774,698		
Accrued compensation	244,827	149,322		
Accrued State and local taxes	61,300	56,357		
Provided for Federal taxes	357,530	133,932		
8% cumulative preferred stock (\$100 par)	1,765,500	1,765,500		
*Common stock	1,350,000	1,350,000		
Earned surplus	2,978,367	2,732,861		
Total	\$8,596,634	\$7,962,669		
*After depreciation. *Represented by 270,000 shares no par value.—V. 154, p. 540.				

Early

Akron plants. This division is also engaged in the manufacture of many other products essential to our armed forces.

Our Mechanical Rubber Goods Division is now manufacturing many new rubber products for all types of military vehicles, airplanes and guns. This division is now one of the major suppliers of tracks for all sizes of army tanks and half-track vehicles. Firestone was one of the first companies selected by the Chemical Warfare Service of the United States Army to manufacture gas masks. Educational orders were placed in 1940 and mass-production began during 1941 to provide gas masks for the greatly expanded Army and Navy. Today, the Firestone organization is one of the principal sources of this vital defense equipment.

A new subsidiary, Firestone Aviation Products Co., was formed and we have greatly expanded the sale of aviation products. We are increasing production on bullet-sealing fuel and oil tanks for airplanes and to serve the great number of manufacturers on the Pacific Coast, are adding a new building to our Los Angeles plant which will be used exclusively for making these tanks. We are expanding our facilities for manufacturing airplane wheels and brakes, rubber pontoons, seadrome lighting buoys, barrage balloons, foamed-latex filler for airplane wings, parachute seats and oxygen cylinders used in high-altitude flying.

In the crisis which faces our country, the Firestone organization pledges its whole-hearted support and dedicates to our nation its resources, its manufacturing facilities, its engineering ingenuity and its scientific skill that more and more defense materials may flow forth in an ever-increasing stream to assure final victory.

Consolidated Income Account, Years Ended Oct. 31 (Incl. Subs.)

	1941	1940	1939	1938
Net sales	268,091,826	187,203,292	160,119,022	141,882,682
Mfg., adm. & sell. exps.	225,228,857	164,487,560	140,823,420	128,662,850
Depreciation	8,711,394	7,281,568	7,146,535	6,265,428
Profit from operations	34,151,576	15,446,164	12,149,057	6,954,404
Other income	672,714	792,644	644,671	748,116
Total income	34,824,290	16,232,808	12,793,738	7,702,520
Interest	2,448,824	2,131,870	2,069,310	1,313,297
Minority interest	114,253	72,283	76,444	63,611
Misc. deductions	86,141	51,992	306,336	204,918
Prov. for income taxes	*14,262,604	3,824,056	1,969,603	862,652
Prov. for contingencies	6,650,000	1,500,000	1,650,000	
Net profit	11,262,428	8,652,608	6,722,046	5,258,041
Dividends—5% pfd.	2,795,604	2,795,604	2,795,604	2,795,354
Common	2,403,279	1,929,403	1,926,282	2,392,403
Surplus for period	8,063,545	3,927,601	2,000,160	69,284
Com. shrs. outstanding (par \$10)	1,937,026	1,936,393	1,933,992	1,936,458
Earns. per shr. on com.	\$4.37	\$3.02	\$2.03	\$1.27

*Includes \$4,402,142 for Federal excess profits tax.

Consolidated Balance Sheet, Oct. 31 (Incl. Subs.)

	Assets	Liabilities
*Land, bldgs., equip.	79,939,523	78,504,734
Cash	13,399,627	13,404,800
Inventories	74,264,310	58,692,362
Customers' notes, accounts, etc.	44,821,322	33,316,690
+Fully insured assets destroyed by fire	2,351,868	
Cash held under Gov't contracts (contra)	1,921,799	
Other assets	5,087,101	4,905,223
Deferred charges	2,840,141	2,937,815
Firestone Park Development	1,162,063	1,406,957
Total	225,787,766	193,168,580
Labilities	\$	\$
6% pfd. stock, series A	46,593,400	46,593,400
Common stock	19,370,260	19,363,930
Long-term debt	50,000,000	45,800,000
Reserves	10,000,000	3,300,000
Minority stockholders' interest in subs.	552,130	528,839
Foreign bank insurance	5,320,781	3,906,788
Advances under Gov't contracts (contra)	1,921,799	
Notes and acceptances payable	5,333,204	3,515,705
Accounts payable	14,020,410	14,575,635
Accrued taxes and interest	20,845,887	8,854,521
Capital surplus	2,295,332	2,297,992
Earned surplus	49,534,563	44,431,859
Total	225,787,766	193,168,580

*After reserve for depreciation of \$42,946,451 in 1941 and \$38,705,686 in 1940. +At book amounts less advance payments received on insurance. +Acceptances payable only.—V. 154, p. 1301.

First National Petroleum Trust—Trustee & Exchange Agent

The Continental Bank & Trust Co., New York, has been appointed trustee under the indenture dated as of Oct. 1, 1941, covering an issue of \$2,150,000 income debentures. It has also been appointed Exchange agent for the exchange of presently outstanding trust shares of First National Petroleum Trust for its debentures and participating shares.—V. 151, p. 2042.

Florence Stove Co.—Secretary Appointed

Albert E. Luke, Assistant Treasurer and Clerk, has been appointed Secretary, and John H. Foster has been appointed Assistant Secretary.—V. 154, p. 1698.

Florida East Coast Ry.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$841,343	\$843,658	\$725,815	\$687,644
Net from railway	130,461	174,303	160,490	159,475
Net ry. oper. income	89,718	87,733	74,333	49,787
From Jan. 1—				
Gross from railway	10,302,653	9,692,241	8,351,200	8,694,295
Net from railway	2,555,103	2,121,202	1,931,418	2,371,691
Net ry. oper. income	1,294,894	784,127	617,273	889,432
—V. 154, p. 1630.				

Fort Worth & Denver City Ry.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$598,451	\$491,235	\$517,002	\$528,614
Net from railway	189,260	160,165	177,983	156,775
Net ry. oper. income	120,534	99,112	106,388	86,337
From Jan. 1—				
Gross from railway	5,918,467	5,401,793	5,521,595	6,015,967
Net from railway	1,744,529	1,554,653	1,556,243	1,782,778
Net ry. oper. income	935,166	785,400	713,425	860,916
—V. 154, p. 1263.				

Food Machinery Corp.—Further Data

In connection with the sale of \$4,000,000 3% sinking fund debentures, due Dec. 1, 1956, noted in "Chronicle" Dec. 27, we give the following:

Bonds are dated Dec. 1, 1941, due Dec. 1, 1956. Coupon debentures in denomination of \$1,000, registerable as to principal. Principal and interest (J. & D.) payable at American Trust Co., paying agent, in San Francisco, or at J. P. Morgan & Co. Incorporated, paying agent, in New York City.

Company—Corporation was organized on Aug. 10, 1928 in Delaware. Company is primarily engaged in the development, manufacture and sale, at wholesale and retail, or leasing (in some instances) of dried fruit packing equipment, turbine pumps, spray pumps and orchard spraying devices, fruit and vegetable washers, sterilizing equipment, automotive service station equipment, machinery for making, filling and strapping boxes and crates and equipment for use in the milk, fruit, meat and fish canning industries, and in citrus and deciduous fruit packing houses. Company also licenses the use of certain food sterilizing equipment and fruit preserving and coloring processes. During 1940 the company commenced the manufacture of amphibian tractors for the U. S. Navy. On Sept. 30, 1941, the company had in excess of \$5,000,000 of unfilled orders directly attributable to the National Defense Program.

Capitalization—Funded debt and capital stock of the company as of Sept. 30, 1941, adjusted to give effect to the issue and sale of the debentures and to the redemption on Nov. 26, 1941, of the entire issued and outstanding 4½% cumulative convertible preferred stock,

and to the repayment of \$3,000,000 of bank indebtedness, are as follows:

Outstanding
3% sinking fund debentures, due Dec. 1, 1956..... \$4,000,000

Common stock (\$10 par)..... 426,676 shs.

Purpose—Of the net proceeds of the issue, \$3,000,000 is to be applied to the repayment of short term bank loans. The balance of such net proceeds will be added to the company's general funds and used for corporate purposes. At this time no allocation of such balance to any particular purpose has been made.

Sinking Fund—Company covenants in the indenture that it will pay to the trustee on or before Oct. 1 of each of the following years, as and for a sinking fund, the following amounts: 1943 to 1946 inclusive, \$100,000 in any event, and, at option of company, an additional \$100,000; 1947 to 1950 inclusive, \$150,000 in any event, and, at option of company, an additional \$150,000; and 1951 to 1955 inclusive, \$200,000 in any event, and, at option of company, an additional \$200,000. Sinking fund payments are to be made in cash, less the applicable sinking fund redemption price of debentures delivered by the company for cancellation or previously redeemed otherwise than through the sinking fund and not therefore applied as a credit with respect to the sinking fund. Cash received by the trustee as a sinking fund payment is to be applied to the redemption of debentures by lot on Dec. 1 next following the receipt of such cash by the trustee.

Debentures are redeemable through operation of the sinking fund and also at the option of the company, as a whole, or in part by lot, at any time, upon not less than 30 days' notice, at the redemption price, plus accrued interest.

Underwriting—The names of the principal underwriters and the principal amount of debentures severally to be purchased by each are as follows:

Kidder, Peabody & Co., \$2,667,000; Mitchum, Tully & Co., \$1,333,000.

Consolidated Income Account

Years Ended Sept. 30	1941	1940	1939	1938
*Net sales	\$13,472,194	\$10,386,921	\$8,137,442	\$7,970,786
Cost of sales and oper. expenses	10,292,311	8,256,548	6,675,919	6,817,665
Depreciation	455,392	415,708	404,150	396,155
Net oper. profit	\$2,724,491	\$1,714,666	\$1,057,373	\$756,966
Miscellaneous income	313,745	421,715	395,313	259,997
Total income	\$3,038,236	\$2,136,381	\$1,452,686	\$1,016,063
Provision for taxes	†1,101,439			

Harborside Warehouse Co., Inc.—Interest—Sinking Fund—

The directors on Dec. 10, 1941, determined that earnings of the company for the fiscal year ended Sept. 30, 1941, are available for interest on the \$5,750,000 outstanding 40-year income bonds at the rate of $\frac{1}{2}$ of 1%, viz.: \$28,750, as well as for the sinking fund instalment on the said bonds with respect to the fiscal year ended Sept. 30, 1941, viz.: \$49,521.06, said amounts becoming due and payable Jan. 1, 1942.

The directors have postponed the payment of said interest and sinking fund instalment until the first date for the payment of interest and sinking fund instalment (viz.: Jan. 1 of any year) following determination by the board of directors that the current asset position and cash resources of the company permit payment thereof in whole or in part.—V. 140, p. 1832.

Haverhill Gas Light Co.—25-Cent Dividend—

The company on Jan. 2 paid a dividend of 25 cents per share on the common stock to holders of record Dec. 26. A similar distribution was made on Oct. 1, last, which compares with 20 cents per share in preceding quarters.—V. 154, p. 1631.

(Walter E.) Heller & Co.—Merchandising Expert Joins Company—

Joseph A. Kavanagh, who recently resigned as Executive Vice-President of The Credit Clearing House, Chicago, Ill., joined Walter E. Heller & Co. on Jan. 1. This company has offices in Chicago and New York and have been prominent in the field of factoring and commercial financing for many years.—V. 154, p. 1596.

Hershey Chocolate Corp.—\$1 Extra Dividend—

The directors have declared an extra dividend of \$1 per share in addition to the regular quarterly dividend of like amount on the convertible preference stock, both payable Feb. 16 to holders of record Jan. 24. A similar extra distribution has been made on this issue each February since and including 1930.—V. 154, p. 865.

(R.) Hoe & Co.—Interest—

Payment of \$40 in reduction of the additional interest accumulated and unpaid on each \$1,000 first mortgage bond (4½%—6½%), due 1944, was made on Dec. 31, 1941, on surrender of additional interest coupon due Dec. 31, 1941. Interest is payable at office of City Bank Farmers Trust Co., New York.—V. 154, p. 1596.

Holeproof Hosiery Co.—Pays \$6 Accumulated Dividend—

The company on Dec. 15, 1941, paid a dividend of \$6 per share on account of accumulations on the 6½% preferred stock to holders of record Dec. 5. On Dec. 20, 1940, a dividend of \$1 per share was paid on this issue.

Dividends of \$1 each have been declared on the preferred stock, payable April 10, July 10 and Oct. 10, to holders of record March 31, June 30 and Sept. 30, 1942, respectively.—V. 152, p. 121.

Holly Sugar Corp.—To Pay Dividend of 25 Cents—

The directors have declared a dividend of 25 cents per share on the common stock, payable Feb. 2 to holders of record Jan. 15. Distributions of like amount were made on May 1, Aug. 1 and Nov. 1, last. The previous payment was in Dec., 1938.—V. 154, p. 542.

Hygrade Food Products Corp. (& Subs.)—Earnings—

Years Ended—	Nov. 1, '41	Oct. 26, '40	Oct. 28, '39	Oct. 29, '38
Net sales	\$49,771,055	\$44,950,114	\$42,676,685	\$38,499,004
Cost of sales	44,090,114	39,333,380	37,307,607	34,426,868
Gross profit from oper.	\$5,680,941	\$5,616,734	\$5,369,078	\$4,072,137
Sell., adm. & gen. exps.	4,507,237	5,002,059	4,439,094	3,860,313
Net oper. income	\$1,173,704	\$614,675	\$869,984	\$211,824
Other income	55,308	74,319	49,598	78,517
Total income	\$1,229,012	\$688,994	\$919,582	\$290,341
Provision for deprec'n.	173,038	202,406	193,383	191,025
Other taxes	338,679	353,711	337,052	289,540
Interest on bonded debt	135,992	139,328	147,398	152,326
Other interest	86,138	72,310	60,455	45,446
Other deduc. from inc.	60,074	20,932	29,267	34,970
Prov. for income taxes	\$30,000	—	28,000	—
Net income	\$405,031	*\$99,694	\$124,020	*\$422,967
Shares cap. stock, par \$5 outstanding	274,288	274,288	276,508	276,514
Earnings per share—	\$1.48	Nil	\$0.45	Nil

*Loss. †After reduction of \$76,000 through application of loss charged direct to surplus (deficit) account.

Consolidated Balance Sheet

Assets—	Nov. 1, '41	Oct. 26, '40
Cash	\$697,586	\$381,640
*Notes and accounts receivable	2,483,256	1,405,251
Advances on merchandise purchases	19,372	48,612
Inventories	1,998,669	1,149,660
Other assets	241,893	262,769
+Land, buildings, machinery, equipment, etc.	3,025,893	4,478,401
Goodwill	1	1
Prepaid expenses	130,175	136,440
Total	\$8,596,844	\$7,862,775
Liabilities—		
Notes payable	\$1,641,000	—
Accounts payable and accrued accounts	695,450	\$610,744
Prov. for Fed. inc. taxes and contingencies	491,000	326,000
1st & refunding convertible 6%	2,140,429	2,288,019
+Capital stock (par \$5)	1,371,440	1,371,440
Capital surplus	2,747,941	3,710,098
Deficit	490,415	443,526
Total	\$8,596,844	\$7,862,775

*After allowance for doubtful accounts, discounts, etc., of \$82,235 in 1941 and \$88,892 in 1940. †After allowance for depreciation of \$1,662,537 in 1941 and \$2,192,192 in 1940. +Authorized 500,000 shares, of which reserved for conversion of series A and B bonds, 41,606 (44,534 in 1940) shares; shares issued, 300,709 shares, including 302 (300 in 1940) shares reserved for final settlement under plan and agreement dated Nov. 1, 1928, 25,097 shares reacquired, held in treasury, and 1,324 shares held by the trustees in connection with conversion of series A bonds.—V. 152, p. 267.

Illinois Central RR.—Earnings—

November—	1941	1940	1939	1938
Gross from railway	\$10,581,518	\$8,783,253	\$8,291,285	\$7,845,116
Net from railway	2,341,162	2,520,819	2,208,973	2,265,840
Net ry. oper. income	1,232,976	1,769,414	1,398,561	1,464,704
From Jan. 1—				
Gross from railway	110,816,451	89,943,569	87,668,151	82,638,107
Net from railway	30,207,598	20,727,789	22,354,053	21,644,883
Net ry. oper. income	18,789,854	12,285,683	13,782,549	12,953,819

System Carloadings—

Week Ended—	Dec. 27-'41	Dec. 20-'41	Dec. 28-'40
Cars loaded	33,169	42,959	24,643

—V. 154, p. 1728.

Illinois Terminal RR.—Earnings—

November—	1941	1940	1939	1938
Gross from railway	\$593,832	\$519,609	\$535,801	\$465,961
Net from railway	160,723	191,811	204,687	153,214
Net ry. oper. income	87,976	115,399	Cr140,117	100,751
From Jan. 1—				
Gross from railway	6,436,207	5,568,948	5,393,526	4,843,089
Net from railway	2,532,070	1,895,774	1,833,694	1,386,051
Net ry. oper. income	1,445,378	1,076,060	Cr1,145,697	729,499

—V. 154, p. 1699.

Institutional Securities, Ltd.—Dividend—

The directors have declared a cash dividend of 2.95 cents per share on the Insurance Group Shares, payable Jan. 20 to holders of record Dec. 31. A stock dividend of 2½% was paid on these shares on Nov. 1, last.—V. 154, p. 694, 543.

International Business Machine Corp.—Listing—

The New York Stock Exchange has authorized the listing of 47,151 additional shares of capital stock (no par) on official notice of issuance as a stock dividend, making the total amount applied for 990,179 shares.

On Nov. 18, the directors adopted resolutions declaring a dividend payable in capital stock of the corporation at the rate of 5/100 of a share of capital stock on each share of outstanding capital stock, issuable on Jan. 28, 1942, or as soon thereafter as practicable, to the stockholders of record Jan. 14. The total amount of capital stock on which the dividend will be payable will be 943,028 shares and the dividend will amount to 47,151 shares.

Against the issue of the 47,151 shares there will be transferred on the books of the corporation from earned surplus to capital stock \$32,2168 per share, totaling \$1,519,054.

Consolidated Balance Sheet

Assets—	Sept. 30, '41	Dec. 31, '40
Cash	\$4,895,656	\$7,330,772
Notes and accounts receivable (net)	6,684,642	4,473,366
Inventories	4,795,287	3,172,024
Deferred assets	999,205	1,210,086
General Co. Welfare Fund	494,933	501,030
Investments	16,921,636	16,569,657
Factories, office bldgs., &c., prop. at cost (net)	45,907,347	39,129,155
Patents and goodwill (net)	10,557,168	10,632,168
Total	\$91,255,874	\$83,018,258
Liabilities—		
Notes payable	\$50,000	
Accounts payable and accruals	3,999,672	\$2,912,699
Dividends payable—Oct. 10, 1941	1,412,421	
U. S. Federal and Canadian taxes (est.)	7,460,227	3,846,076
Mortgage payable on property	77,500	77,500
10-year 3% sinking fund debentures (due June 15, 1946)	*7,400,000	

sented orders from the Federal Government. Since Sept. 30, the company has received additional Federal orders aggregating approximately \$9,600,000. Its plants are operating 24 hours a day, seven days a week.

Underwriters—The underwriters and the number of shares of stock underwritten by each are as follows:

	Shares	W. E. Hutton & Co.	Shares
Blyth & Co., Inc.	48,083	Kalman & Co., Inc.	15,000
Wisconsin Co.	24,000	Loewi & Co.	5,000
A. C. Allyn & Co., Inc.	8,000	Milwaukee Co.	2,000
Ames, Emerich & Co., Inc.	4,000	Paine, Webber & Co.	6,000
Blue Ridge Corp.	17,000	Reynolds & Co.	4,000
Davis, Skaggs & Co.	2,000	Stern Bros. & Co.	2,000
First Boston Corp.	15,000	Stroud & Co., Inc.	4,000
Graham, Parsons & Co.	3,000	Sutro & Co.	7,000
Hallgarten & Co.	5,000	Wells-Dickey Co.	2,000
Harriman Ripley & Co.			
Inc.	17,000		
V. 154, p. 1493, 1379.			

Keystone Public Service Co. (& Subs.)—Earnings

	1941	1940
Gross operating revenues	\$1,505,828	\$1,424,564
Operating expenses	534,408	501,902
Electricity purchased for resale from an associated company	114,407	117,625
Maintenance	66,085	66,657
Provision for retirement of fixed capital	122,999	120,252
Provision for taxes—Federal income	91,550	82,240
Other	106,833	110,670
Operating income	\$469,547	\$425,218
Total other income (net)	42,538	44,009

	1941	1940
Gross income	\$512,085	\$469,227
Interest on long-term debt	211,342	207,654
Amortization of debt discount and expense	6,942	6,372
Taxes assumed on interest	10,500	10,025
Other interest charges	2,784	8,271
Interest charged to construction	Cr4,133	Cr885
Miscellaneous income deductions	2,248	1,824
Net income	\$282,402	\$235,965
Dividends on preferred stock	33,429	33,429

Note—No provision has been considered necessary for excess profits tax, under the Excess Profits Tax Act of 1940, for the periods covered by this statement. The companies have joined with others in a consolidated return for the year 1940 which indicated no tax liability and will similarly join in a consolidated return for the year 1941. It is estimated that the 1941 consolidated return will show no tax liability.—V. 153, p. 1133.

Kilburn Mill—Earnings

Years Ended	Sept. 27, '41	Sept. 28, '40	Sept. 30, '39	Oct. 1, '38
Gross income	\$3,476,423	\$1,606,134	\$1,547,900	\$843,757
Gross expense	3,346,421	1,616,908	1,576,708	929,556
Storm loss, inventory & property (est.)	Cr14,146	Cr104,208	176,011	
Net profit	\$131,003	\$3,373	*\$75,400	*\$261,810

Balance Sheet Sept. 27, 1941

Assets—Cash, accounts receivable and prepaid items, \$619,251; inventories, \$553,393; land, buildings and machinery (net), \$357,780; total, \$1,530,424.

Liabilities—Accounts payable, \$273,009; reserve for taxes, \$202,386; capital stock (\$75 par), \$778,050; surplus, \$276,979; total, \$1,530,424.—V. 154, p. 1265.

Lake of the Woods Milling Co., Ltd.—Earnings

Earnings for the Year Ended Aug. 31, 1941	
Net operating profit	\$1,272,132
Interest	105,753
Depreciation	196,213
Provision for Federal income taxes	443,939
Directors' fees	7,790
Executive salaries	75,709
Legal fees	1,705
Profit	\$441,020
Dividends from investment in controlled company	35,991
Income from investments	1,688
Net profit	\$478,700
Dividends on cumulative preferred stock	105,000
Dividends on common stock	177,227
Earnings per share of common stock	\$2.53

Consolidated Balance Sheet, Aug. 31, 1941

Assets—Cash, \$62,111; investments, \$15,000; accounts receivable (net), \$2,288,422; inventories, \$2,007,552; deferred charges to revenue, \$22,197; sundry investments, \$6,532; investment in controlled company, \$611,194; property account, \$4,584,660; goodwill, \$250,000; total, \$9,847,669.

Liabilities—Bank loans secured, \$1,859,000; accounts payable, \$371,430; bank overdraft, \$71,232; dividend payable, \$29,538; provision for Federal, Provincial and municipal taxes, \$539,697; insurance and other reserves, \$149,750; common stock (147,689 no par shares), \$2,953,780; preferred stock (\$100 par), \$1,500,000; earned surplus, \$2,373,242; total, \$9,847,669.—V. 154, p. 1004.

Lehigh & Hudson River Ry.—Earnings

	1941	1940	1939	1938
Gross from railway	\$190,217	\$162,627	\$144,696	\$147,078
Net from railway	75,233	45,186	44,993	50,606
Net ry. oper. income	46,028	20,043	17,553	21,302
From Jan. 1—				
Gross from railway	2,043,761	1,568,239	1,462,570	1,334,777
Net from railway	824,636	525,424	463,294	383,694
Net ry. oper. income	370,155	230,146	169,235	97,508

Lehigh & New England RR.—Earnings

	1941	1940	1939	1938
Gross from railway	\$420,375	\$369,652	\$377,799	\$293,646
Net from railway	132,125	144,351	99,428	75,845
Net ry. oper. income	82,286	102,504	75,348	57,072
From Jan. 1—				
Gross from railway	4,878,305	4,065,281	3,947,865	3,093,328
Net from railway	2,004,624	1,515,984	1,459,381	766,964
Net ry. oper. income	1,307,803	1,095,104	1,151,066	608,041

Lehigh Valley RR.—Earnings

	1941	1940	1939	1938
Gross from railway	\$4,935,991	\$4,069,728	\$3,986,388	\$3,433,426
Net from railway	1,300,166	1,373,013	1,139,244	729,660
Net ry. oper. income	522,513	362,364	662,851	222,045
From Jan. 1—				
Gross from railway	51,922,469	43,151,858	41,389,512	37,256,203
Net from railway	16,877,544	12,585,429	11,294,857	8,435,342
Net ry. oper. income	9,621,195	6,187,156	6,332,820	3,085,531

Lexington Railway Co.—Bonds Called

A total of \$27,000 first mortgage 5% gold bonds due June 1, 1949, have been called for redemption as of Feb. 1, 1942, at 110 and interest. Payment will be made at the Maryland Trust Co., successor trustee, Calvert & Redwood Streets, Baltimore, Md.—V. 152, p. 124.

Litchfield & Madison Ry.—To Sell Unit

The company, a subsidiary of Ogdens Corp., has been given permission by SEC to sell at public auction 5,350 units of beneficial interest of Utilities Realty Liquidation Trust, which Ogdens Corp. was given permission to purchase for \$26,750 cash.—V. 154, p. 1631.

Long-Bell Lumber Co.—Tenders for Preferred Stock Sought

The company on Dec. 27 reported that it was notifying holders of its preferred stock that \$2,600,000 was available in the sinking fund to purchase the stock.

In a letter to preferred stockholders, President M. B. Nelson said that the company gave an option Oct. 13 for the sale of 124,595 acres of second-growth timber land reserves in Arkansas and Louisiana. The holder of the option has given notice that it will be exercised, the funds to be deposited in New York on Dec. 29.

All the money will go to purchase the preferred stock through a tender operation, it was said. Tenders will be received by Halsey, Stuart & Co. of Chicago, sinking fund agent, until Jan. 15, 1942.

The company has outstanding \$11,055,700 par value of preferred stock, par \$100.—V. 154, p. 1055.

Long Island Lighting Co.—Refunding Authorized

The New York P. S. Commission on Dec. 23 authorized the company to refund \$29,961,000 of 4% bonds with a like amount of new liens to effect a reduction in annual interest requirements of \$120,000, provided the company agrees to increase appropriations for depreciation, improvements and debt retirement by approximately \$500,000 a year.

The redemption prices on the proposed \$19,66

Balance Sheet, Sept. 30, 1941

Assets—Cash, \$318,585; U. S. Treasury tax anticipation notes, series B, \$125,050; accounts receivable, \$377,027; inventories, \$533,946; property (net), \$637,751; patents, \$1; deferred charges, \$40,104; total, \$2,052,464.

Liabilities—Accounts payable, \$148,790; Federal income and excess profits taxes, \$230,167; capital stock, social security and property taxes accrued, \$30,950; payrolls and bonus accrued, \$31,534; sundry accruals, \$3,355; deposits on badges, \$914; capital stock (par \$2.50), \$500,000; earned surplus, \$1,066,746; total, \$2,032,464.—V. 154, p. 1192.

Middle Western Telephone Co.—Bonds Called

All of the outstanding 15-year 6% collateral gold bonds, series A, due Jan. 1, 1943, were recently called for redemption as of Jan. 1, 1942, at 101 and interest, at the Continental National Bank & Trust Co., trustee, 231 South La Salle St., Chicago, Ill.—V. 152, p. 4129.

Midwest Piping & Supply Co., Inc.—15-Cent Dividend

The company on Dec. 2 paid a dividend of 60 cents per share on the common stock, payable Jan. 15 to holders of record Jan. 8.

Distributions were made on the common stock during 1940 as follows: Jan. 15, 25 cents; Feb. 24, 25 cents; April 15, 15 cents; July 15, 25 cents; Oct. 15, 35 cents; and Dec. 15, 50 cents. See also V. 154, p. 1380.

Miller Tool & Mfg. Co., Detroit—Registers With SEC

See "Chronicle," Thursday, Jan. 1.

Minneapolis & St. Louis RR.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$864,804	\$793,580	\$832,860	\$839,533
Net from railway	157,049	180,153	232,177	201,386
Net ry. oper. income	68,394	77,420	117,949	102,167
From Jan. 1—				
Gross from railway	9,876,934	8,898,387	8,480,684	8,357,094
Net from railway	2,381,688	2,216,533	1,948,976	1,658,569
Net ry. oper. income	1,373,168	1,212,519	951,183	636,873
—V. 154, p. 1380.				

Minneapolis St. Paul & Sault Ste. Marie Ry.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$2,912,011	\$2,389,244	\$2,492,722	\$2,053,095
Net from railway	575,714	454,688	645,638	331,067
Net ry. oper. income	358,167	130,709	349,151	47,345
From Jan. 1—				
Gross from railway	33,256,038	28,734,189	26,153,016	22,507,354
Net from railway	9,520,523	7,532,189	6,099,802	3,239,312
Net ry. oper. income	5,699,302	4,233,302	2,858,306	Def 143,518

(Excluding Wisconsin Central Ry.)

Period Ended Nov. 30	1941—Month—1940	1941—11 Mos.—1940		
Total revenues	\$1,634,324	\$1,274,010	\$18,222,667	\$15,910,716
Total expenses	1,363,801	1,124,829	13,766,472	12,268,062

Net railway revenues	\$270,523	\$149,182	\$4,456,195	\$3,642,654
Taxes (other than Fed. income)	130,091	102,495	1,340,694	1,179,190

Net after taxes	\$140,432	\$46,686	\$3,115,501	\$2,463,464
Hire of equipment (Dr.)	7,905	37,768	161,660	297,204
Joint facil. rents (Dr.)	14,386	14,220	146,016	145,007

Net railway operating income	\$118,141	Dr \$5,302	\$2,807,816	\$2,021,253
Other income (net)	22,722	5,744	118,412	108,177

Income available for fixed charges	\$140,863	\$441	\$2,926,229	\$2,129,430
*Fixed charges	4,469	4,045	50,898	35,117

Net after fixed chgs.	\$136,394	†\$3,603	\$2,875,330	\$2,094,313
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*Does not include interest being accrued and not paid, as reflected on corporate books. †Deficit.—V. 154, p. 1380.

Mississippi Central RR.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$87,639	\$96,003	\$77,925	\$66,453
Net from railway	22,043	40,660	18,999	11,612
Net ry. oper. income	10,381	29,013	10,383	*2,347
From Jan. 1—				
Gross from railway	1,080,792	751,361	790,998	731,234
Net from railway	300,519	68,195	91,890	146,065
Net ry. oper. income	155,529	*38,556	*18,987	40,460
*Deficit.—V. 154, p. 1303.				

Mississippi Power Co.—Earnings

Period End. Nov. 30	1941—Month—1940	1941—12 Mos.—1940		
Gross revenue	\$340,932	\$299,864	\$3,955,932	\$3,364,253
Operating expenses	200,842	148,443	2,075,513	1,706,942
Provision for taxes:				
General	40,502	45,921	558,504	393,614
Federal income	11,416	11,210	175,582	115,825
Prov. for depreciation	31,000	25,000	366,000	298,333
Gross income	\$57,172	\$69,390	\$780,534	\$849,539
Interest & oth. deducts.	23,644	41,326	469,835	519,951
Net income	\$33,527	\$27,964	\$310,698	\$329,587
Dividends on pref. stock	20,693	21,088	252,271	253,062
Balance	\$12,834	\$6,875	\$58,427	\$76,525
—V. 154, p. 1415.				

Missouri & Arkansas Ry.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$108,740	\$112,964	\$111,075	\$89,075
Net from railway	6,917	13,919	26,394	20,907
Net ry. oper. income	*12,728	*5,383	8,386	11,364
From Jan. 1—				
Gross from railway	1,241,107	1,100,306	1,011,432	905,613
Net from railway	234,375	218,432	209,903	137,648
Net ry. oper. income	*48,292	57,360	73,452	9,044
*Deficit.—V. 154, p. 1728.				

Missouri Illinois RR.—Earnings

November	1941	1940	1939	1938
Gross from railway	\$236,667	\$208,243	\$204	

Northwestern Light & Power Co. — Bonds Placed Privately—The company has placed privately an issue of \$1,200,000 1st mtge. bonds, Series A, 4%, dated Aug. 1, 1941 and due Aug. 1, 1966. The issue has been sold to a group of insurance companies through Harris, Hall & Co., (Inc.), Chicago. Interest payable Feb. 1 and Aug. 1.

Proceeds will be used to retire company's outstanding first mortgage 6% bonds, series B, due 1950, which have been called for payment Feb. 1, 1942, at 102 and interest, at office of City National Bank & Trust Co., trustee, Chicago.—V. 131, p. 2538.

Northwestern Pacific RR.—Earnings—

	1941	1940	1939	1938
Gross from railway	\$266,282	\$265,871	\$259,293	\$239,971
Net from railway	*30,750	*3,038	*7,271	*30,207
Net ry. oper. income	*64,518	*34,650	*35,826	*63,666
From Jan. 1—				
Gross from railway	3,258,459	3,027,670	3,055,420	2,803,161
Net from railway	286,338	33,876	29,688	*485,435
Net ry. oper. income	*107,157	*316,517	*279,986	*832,506
*Loss-deficit.—V. 154, p. 1303.				

Ohio Edison Co.—Earnings—

	1941—Month—1940	1941—12 Mos.—1940		
Gross revenue	\$2,290,902	\$1,846,477	\$24,333,264	\$20,281,803
Operating expenses	760,301	576,280	8,203,744	6,553,355
General taxes	196,223	180,239	2,254,905	2,233,249
Federal income tax	174,700	188,200	1,805,600	1,300,400
Federal excess prof. tax	261,200		1,553,500	
Prov. for deprec. and amortization	250,000	225,000	3,075,000	2,710,000
Gross income	\$648,478	\$676,758	\$7,440,425	\$7,484,798
Interest & oth. deducts.	285,089	286,856	3,447,575	3,390,121
Net income	\$363,389	\$389,902	\$3,992,850	\$4,094,877
Dividends on pref. stock	155,577	155,577	1,866,923	1,866,923
Balance	\$207,813	\$234,325	\$2,125,927	\$2,227,754
V. 154, p. 1382.				

Oriental Consolidated Mining Co. — Compromise Settlement—Liquidating Dividend—

The New York Superintendent of Banks has been authorized by Supreme Court Justice Pecora to pay over to this company \$4,428,750 from the "frozen" assets of the New York branch of the Yokohama Specie Bank, Ltd., which was closed by the Superintendent on Dec. 9 following the Japanese attack on Pearl Harbor. The amount was a compromise of the balance due on a debt owed the Oriental company since 1939 by the Nihon Kogyo Wabushiki Kaisha, a Japanese mining concern of Tokio, for mining properties and which payment was guaranteed by the New York office of the Yokohama Specie Bank.

The original debt amounted to \$8,175,000, of which \$2,270,000 had been paid. Justice Pecora said he believed that acceptance of the compromise amount would be to the advantage of the American stockholders of the Oriental company.

A second liquidating dividend of \$4 per share was payable or Dec. 31, 1941, to holders of record Dec. 27, 1941.—V. 149, p. 3725, 1484.

Pacific Gas & Electric Co.—Must Obtain U. S. License for New Plant—

The Federal Power Commission has ruled that construction and operation of a new power development on the Pit River in Shasta County, Calif., by the company, designated by the company as its Pit 5 plant, will require a Federal license.

The Commission held that the proposed Pit 5 plant will affect the interests of interstate commerce on the Sacramento River, and will also affect lands of the United States due to the close relationship between the new development and the company's Pit 3 and Pit 4 plants, which are located upstream on lands of the United States and licensed by the Commission.—V. 154, p. 1269.

Pacific Western Oil Corp.—Debentures Called—

A total of \$50,000 of 3½% sinking fund debentures due Aug. 1, 1940, have been called for redemption as of Feb. 1, 1942, at 100 through operation of the sinking fund. Payment will be made at the City Bank Farmers Trust Co., New York, N. Y., trustee.

Six bonds of this issue previously called for redemption had not been presented for payment by Dec. 26, 1941.—V. 154, p. 1150, 1057.

Panhandle Eastern Pipe Line Co.—Registers With SEC

See "Chronicle," Thursday, Jan. 1.—V. 154, p. 1701.

Parker-Young Co.—Earnings—

Years End Aug. 31—	1941	1940	1939	1938
Net sales	\$4,115,206	\$3,430,756	\$2,759,133	\$2,630,400
Cost of goods & serv- ices sold	3,543,621	3,039,321	2,497,637	2,363,502
Gross profit	\$571,586	\$391,435	\$261,496	\$266,899
Other income	23,184	19,621	29,375	17,323
Total income	\$594,770	\$411,056	\$290,871	\$284,222
Selling & gen. expenses	261,127	203,001	189,133	214,839
Deprec. & depletion	117,116	117,567	93,440	64,110
Net profit for year	\$216,527	\$90,489	\$8,299	\$5,273
Balance Sheet Aug. 31				
Assets—				
Cash	1941	1940		
Accounts, notes & trade acceptances receivable	\$25,228	\$26,501		
Inventories	524,797	432,338		
Investments	700,687	682,363		
Timberlands	17,716	33,187		
*Plant property and equipment	245,662	278,187		
Deferred accounts	1,220,273	1,219,061		
Total	\$2,774,022	\$2,723,454		

*After reserve for depreciation of \$385,298 in 1941 and \$307,138 in 1940. *Balance due after deducting payment included in current assets. *Due less than one year.—V. 152, p. 687.

Peerless Casualty Co., Keene, N. H.—New Vice-Pres.

James A. Cathecart, Jr., has resigned as Assistant Secretary of the General Reinsurance Corp. to become Vice-President of the Peerless Casualty Co. of Keene, N. H., effective Jan. 1. Mr. Cathecart will have charge of country-wide operations relating to casualty reinsurance and excess covers and will be located at the Peerless company's New York office. He will succeed Lester Menegay, who has resigned.—V. 149, p. 3417.

Pennsylvania-Central Airlines Corp.—To Move—

President C. Bedell Monroe recently stated that having outgrown all office, hanger and shop facilities at the Allegheny County Airport in Pittsburgh, Pa., the corporation will move its general offices and operations and maintenance bases to the U. S. Government's new National Airport in Washington, D. C., early in 1942.

Traffic Sets New Record—

November traffic was the best in the company's history for any similar month, according to J. J. Donovan, Vice-President. The system carried 36,759 revenue passengers and operated 5,155,358 revenue

passenger miles showing an increase of 65.38% over the 16,180 revenue passengers carried and an increase of 77.68% over the 2,801,487 revenue passenger miles flown in Nov., 1940.

In the first 11 months of this year the airline carried 315,801 revenue passengers and flew 60,136,428 revenue passenger miles for increases of 59.36% and 70.21%, respectively, over the corresponding period of 1940.—V. 154, p. 1383.

Pennsylvania RR. Regional System—Earnings—

(Excludes Long Island RR. and Baltimore & Eastern RR.)

Period End Nov. 30— 1941—Month—1940 1941—11 Mos.—1940

\$ \$ \$ \$

Railway oper. revenues	53,236,437	42,276,291	560,374,578	436,528,311
Railway oper. expenses	40,430,903	29,314,470	403,092,243	308,748,451

Net revenue from ry. operations

	12,805,534	12,961,821	157,282,155	126,778,860
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Railway taxes

	3,968,700	2,405,404	49,231,000	29,843,304
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Unemploy. insur. taxes

	747,935	539,578	7,297,120	5,636,089
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RR. retirement taxes

	748,025	539,311	7,297,439	5,695,859
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Equipment rents (Dr.)

	799,519	197,707	5,246,162	6,366,119
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Joint facil. rents (Dr.)

	206,802	187,330	1,896,550	2,052,154
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Net ry. oper. income

	6,334,553	9,092,491	86,313,884	77,125,335
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Earnings of Company Only

	1941	1940	1939	1938
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Gross from railway	\$53,146,783	\$42,193,655	\$42,195,404	\$32,707,668
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Net from railway	12,817,766	12,963,017	12,964,468	10,292,150
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Net ry. oper. income	6,357,728	9,124,431	9,389,198	6,690,851
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From Jan. 1—

Gross from railway	559,261,250	435,586,336	390,867,059	327,613,908
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Net from railway	1,139,162	284,823	190,728	*43,451
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Net ry. oper. income	*1,108,505	*2,230,418	*1,674,943	*1,929,887
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*Deficit-Loss.—V. 154, p. 1702.

Pennsylvania-Reading Seashore Lines—Earnings—

November—

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Rose's 5, 10 and 25 Cent Stores—Extra Dividend

The company on Dec. 20, last, paid an extra dividend of \$1 per share on the common stock to holders of record Dec. 10. Quarterly distributions of 20 cents per share were paid during the year, the last one on Nov. 1. An extra of 85 cents per share was paid on Dec. 20, 1940.—V. 154, p. 1632.

St. Louis-San Francisco Ry.—Earnings of System

Period End. Nov. 30—	1941—Month—1940	1941—11 Mos.—1940
Total oper. revenues	\$5,321,351	\$4,400,909
Total oper. expenses	3,793,143	3,315,540
Net railway operating income	\$1,185,052	\$826,423
Other income	17,358	12,519
Total income	\$1,202,410	\$838,942
Deducts. from income	10,113	11,097
Balance available for interest, &c.	\$1,192,297	\$827,845
Earnings of Company Only		
November—	1941	1940
Gross from railway	\$5,099,727	\$4,231,688
Net from railway	1,442,801	1,046,926
Net ry. oper. income	1,132,505	822,485
From Jan. 1—		
Gross from railway	\$5,769,568	42,062,887
Net from railway	15,076,057	7,614,388
Net ry. oper. income	11,558,059	4,439,042
—V. 154, p. 1703.		

St. Louis San Francisco & Texas Ry.—Earnings

November—	1941	1940	1939	1938
Gross from railway	\$160,667	\$119,777	\$129,204	\$138,215
Net from railway	57,155	21,239	22,162	29,860
Net ry. oper. income	27,287	*41,092	*7,527	*4,520
From Jan. 1—				
Gross from railway	1,718,517	1,231,192	1,451,601	1,525,878
Net from railway	531,416	141,938	273,150	317,118
Net ry. oper. income	154,586	*213,366	*95,808	*96,600
*Deficit.—V. 154, p. 1384.				

St. Louis Southwestern Ry.—Earnings

Period End. Nov. 30—	1941—Month—1940	1941—11 Mos.—1940
Ry. operating revenues	\$2,584,124	\$1,928,478
Ry. operating expenses	2,050,491	1,401,593
Net revenue from ry. operations	\$533,633	\$526,885
Railway tax accruals	140,330	110,693
Ry. operating income	\$393,363	\$416,192
Other ry. oper. income	22,765	21,858
Total ry. oper. income	\$416,068	\$438,050
Deductions from ry. operating income	147,170	161,142
Net ry. oper. income	\$268,899	\$276,908
Non-operating income	6,250	4,475
Gross income	\$275,148	\$281,383
Deduct. from gross inc.	259,700	257,466
Net income	\$15,448	\$23,896
*Deficit.—V. 154, p. 1304.		

Safeway Stores, Inc.—Sales Continue Higher

Per. End. Dec. 20—	1941—4 Weeks—1940	1941—52 Weeks—1940
Sales	\$42,719,900	\$33,822,312
Stores in operation in 1941 totaled 2,960 against 3,057 a year ago.		
Sales of the stores acquired in Aug., 1941, in the merger with Daniel Reeves, Inc., and the sales of the 84 stores acquired on Oct. 6, 1941, from the National Grocery Co., have been included in the figures for the four weeks ended Dec. 20, 1941. The sales figures and number of stores operated during the comparable period a year ago have been adjusted to include the Reeves operation.—V. 154, p. 1384.		
—V. 154, p. 1304.		

Saint Joseph Sanitarium of Mount Clemens, Mich.—Bonds Called

A total of \$15,000 of first refunding mortgage serial bonds due Jan. 1, 1949, were recently called for redemption as of Jan. 1, 1942, at par and interest, at the office of the Detroit Trust Co., trustee, 201 West Fort St., Detroit, Mich., or at First National Bank, West Bend, Wis.

San Antonio Uvalde & Gulf RR.—Earnings

November—	1941	1940	1939	1938
Gross from railway	\$117,668	\$83,666	\$117,859	\$77,754
Net from railway	1,422	*15,637	18,531	*21,077
Net ry. oper. income	*33,010	*44,372	*11,282	*48,780
From Jan. 1—				
Gross from railway	1,272,497	1,085,435	1,280,616	1,020,322
Net from railway	77,906	*18,528	133,076	*133,042
Net ry. oper. income	*277,905	*350,344	*207,812	*471,812
*Deficit.—V. 154, p. 1304.				

Savoy-Plaza, Inc.—Earnings

3 Months End. Oct. 31—	1941	1940	1939	1938
*Operating revenues	\$560,933	\$546,306	\$564,508	\$487,371
Operating and general and admin. expenses	441,028	413,749	417,104	407,006
Real estate taxes	83,497	85,675	86,288	87,900
Other taxes	†13,049	†13,193	†12,435	13,426
Net operating income	\$23,359	\$33,690	\$48,682	\$20,961
Other income—Cash discounts, etc.	2,700	2,403	1,984	1,489
Net income	\$26,059	\$36,093	\$50,666	\$19,472
Interest on first mtge.	34,958	35,000	35,000	35,000
Interest on inc. bonds	52,500	52,500	52,500	52,500
Depreciation	69,137	69,137	69,137	69,137
Net loss	\$130,536	\$120,544	\$105,971	\$176,109
*Rooms, restaurant, beverages, telephone, etc.				
Curtesy taxes of \$9,531 in 1941, \$8,872 in 1940 and \$8,678 in 1939.				
*Loss.				
Balance Sheet, Oct. 31				

Assets—	1941	1940
Cash in banks and on hand	\$167,365	\$231,536
Accounts and notes receivable	113,503	99,460
Inventories of food and beverage at cost	117,925	67,178
Other inventories	58,799	52,980
Prepaid expenses	72,631	84,234
Interest reserve fund	9,406	
Deferred repairs	42,152	13,239
Miscellaneous investment (nominal value)	1	
Fixed assets	13,200,288	13,476,837
Total	\$13,782,074	\$14,025,464
Liabilities—		
Accounts payable	\$132,143	\$113,924
Accrued liabilities	36,763	35,732
Accrued interest on first mortgage	11,625	11,667
Cum. int. at 3% on inc. bonds dated Oct. 1, 1936	1,067,500	857,500
Funded debt	9,750,000	9,800,000
Class A common stock	82,050	82,050
Class B common stock	27,350	27,350
Capital surplus	4,769,901	4,769,901
Deficit	2,135,258	1,672,660
Total	\$13,782,074	\$14,025,464
*After reserve for doubtful accounts of \$17,253 in 1941 and \$15,669 in 1940. *After reserves for depreciation of \$1,382,743 in 1941 and \$1,106,195 in 1940.—V. 154, p. 1271.		
Balance Sheet, Oct. 31		

Schenley Distillers Corp. (& Subs.)—Earnings

3 Mos. End. Nov. 30—	1941	1940
*Net profit before taxes	\$4,793,225	\$2,390,098
Net profit	2,245,740	1,786,457
Earnings per share	\$1.60	\$1.23
*But after interest, depreciation, &c. *After Federal income taxes, and in 1941 after excess profits tax. *On 1,260,000 shares of common stock.—V. 154, p. 1731.		

The directors have declared an extra dividend of 50 cents per share in addition to the regular semi-annual dividend of like amount on the common stock, both payable Jan. 15 to holders of record Jan. 10.—V. 129, p. 3488.

Scythes & Co., Ltd.—Extra Dividend of 50 Cents

The directors have declared an extra dividend of 50 cents per share in addition to the regular semi-annual dividend of like amount on the common stock, both payable Jan. 15 to holders of record Jan. 10.—V. 129, p. 3488.

The City Bank Farmers Trust Co. as trustee of the first consolidated mortgage 4% 3

Swift & Co.—Workers Win Back Pay—

A \$15,000,000 Christmas present was given to an estimated 100,000 packing house workers in Chicago and other cities as a result of a decision on Dec. 24 by Federal Judge Michael L. Igoe, who upheld the Wage and Hour Division in a test case against Swift & Co.

Judge Igoe agreed with the Division that the packing houses may exempt from overtime provisions of the Fair Labor Standards Act for 14 weeks annually only those employees engaged in the handling, dressing and slaughtering of livestock. This means that back overtime wages since October, 1938, will be given to thousands of employees.

Other concerns which will pay are Armour & Co., Wilson & Co., Cudahy Packing Co., John Morrell & Co., and the Cudahy Brothers, Milwaukee. Thomas O'Malley, regional director for the Division, said that some of these would pay back wages plus an additional equal amount which the employees would have obtained if they had sued.—V. 154, p. 1633.

Tennessee Central Ry.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$244,197	\$205,961	\$220,448	\$206,796
Net from railway—	21,023	50,058	53,456	58,459
Net ry. oper. income—	*3,207	21,492	34,332	26,213
From Jan. 1—				
Gross from railway—	2,690,755	2,372,317	2,234,993	2,073,686
Net from railway—	715,585	569,671	540,368	527,146
Net ry. oper. income—	377,262	263,708	241,030	216,103
*Loss.—V. 154, p. 1306.				

Texas Mexican Ry.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$128,190	\$86,137	\$81,714	\$66,564
Net from railway—	55,250	20,990	23,944	3,972
Net ry. oper. income—	38,622	13,421	14,191	*6,622
From Jan. 1—				
Gross from railway—	1,272,094	893,217	854,213	885,971
Net from railway—	464,604	194,996	180,767	112,750
Net ry. oper. income—	314,748	93,788	78,996	13,623
*Deficit.—V. 154, p. 1306.				

Texas & New Orleans RR.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$5,471,730	\$4,141,134	\$3,896,754	\$3,631,321
Net from railway—	1,617,600	1,170,744	1,187,777	942,926
Net ry. oper. income—	970,703	697,072	650,407	505,709
From Jan. 1—				
Gross from railway—	54,243,233	41,508,261	39,696,104	38,168,383
Net from railway—	18,749,331	10,414,848	10,289,027	8,219,266
Net ry. oper. income—	11,793,261	4,459,606	4,545,637	2,826,098
—V. 154, p. 1306.				

Thomson Electric Welding Co.—\$1 Year-End Dividend

The company on Dec. 24 paid a year-end dividend of \$1 per share on the common stock to holders of record Dec. 22. Distributions of \$1.50 were made on Sept. 2 and Dec. 1, last, as compared with \$1 on March 1 and June 2, last, \$2 on Dec. 26, 1940, \$1 on Dec. 2, 1940, \$1.50 on Sept. 3, 1940, \$1 on June 1, 1940, and 40 cents on March 1, 1940.—V. 154, p. 1497.

Toledo Peoria & Western RR.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$251,603	\$201,149	\$202,866	\$177,000
Net from railway—	121,776	73,851	89,424	56,707
Net ry. oper. income—	41,586	29,041	56,241	28,998
From Jan. 1—				
Gross from railway—	2,614,414	2,180,350	2,086,466	1,997,610
Net from railway—	1,109,586	768,512	735,755	635,958
Net ry. oper. income—	384,286	311,575	325,141	293,946
—V. 154, p. 1385.				

Transcontinental & Western Air, Inc.—New Director—

Harold Warner has been elected a director to fill the vacancy caused by the resignation of Noah Dietrich.—V. 154, p. 1633.

Union Oil Co. of Calif.—Registers \$15,000,000 Debentures—

Company filed a registration statement with the SEC Dec. 30 covering the sale of \$15,000,000 of 3% debentures, due Jan. 1, 1967. The proceeds, which will become part of the company's general funds, will be used to defray capital expenditures and other purposes.

The underwriters and the amounts to be underwritten by each follow:

Dillon, Read & Co.	\$3,000,000	Pacific Co. of Calif....	150,000
Blair & Co., Inc.	300,000	Page, Hubbard & Asche	100,000
Blyth & Co., Inc.	1,500,000	Riter & Co.	250,000
Brush, Slocumb & Co.	100,000	Schwabacher & Co.	200,000
Eliworth & Co.	150,000	Shields & Co.	500,000
The First Boston Corp.	1,000,000	Smith Barney & Co.	1,000,000
Goldman, Sachs & Co.	500,000	Wm. R. Staats Co.	500,000
Harriman Ripley & Co.	500,000	Stone & Webster and	500,000
Lehman Bros.	500,000	Blodget, Inc.	500,000
Mellon Secur. Corp.	1,200,000	Union Securities Corp.	500,000
Mitchum, Tully & Co.	200,000	Weeden & Co.	125,000
O'Melveny-Wagenseller & Durst	100,000	White, Weld & Co.	500,000
Otis & Co., Cleveland	125,000	Dean Witter & Co.	1,500,000
—V. 154, p. 1704.			

Union Premier Food Stores, Inc.—Sales—

Period End, Dec. 27—	1941—4 Wks.—	1940—52 Wks.—	1940—52 Wks.—
Sales	\$2,962,165	\$2,344,440	\$34,094,536

There are 73 stores in operation now compared with 71 for last year.—V. 154, p. 1385.

Union Stock Yards Co. of Omaha, Ltd.—Smaller Div.

The company on Dec. 31 paid a dividend of 50 cents per share on the common stock to holders of record Dec. 20. This compares with \$1 paid each quarter from Dec. 31, 1939, to and including Sept. 30, 1941.—V. 152, p. 1145.

Union Street Ry., New Bedford, Mass.—\$1 Dividend—

The company on Dec. 30 paid a dividend of \$1 per share on the capital stock, par \$100, to holders of record Dec. 24. This was the first distribution made to the stockholders since Feb. 1, 1930, when \$1 was also paid.—V. 154, p. 1272.

United Engineering & Foundry Co.—Proposed Expansion—

Plans to build a \$500,000 addition to this company's Youngstown plant to give it more working space was announced by Ernest E. Tross, Local Plant Manager. The additional space will be used for assembly of heavy machinery. A large building was recently erected for assembly of hydraulic presses for pressing armor plate for the Navy.

The plant addition will be ready about May 1, but will not require any additional workmen, merely affording more working room, it was said. The plant, employing about 1,200, is working on important defense orders.—V. 154, p. 1385.

United Gas Improvement Co.—Retirements—

Three veteran officials of this company retired from active service on Dec. 31. They are Philip H. Gadson, Senior Vice President; F. J. Rutledge, Operating Vice President, and John M. Hubbs, Vice-President—Purchasing. Their terms of service with the company were 31 years, 39 years and 51 years, respectively.—V. 154, p. 1704.

Utica & Mohawk Cotton Mills, Inc. — 75-Cent Extra Dividend Paid—

The company on Dec. 20 paid an extra dividend of 75 cents per share on the common stock to holders of record Dec. 13. On Nov. 8, last, an extra dividend of 25 cents per share was paid on this issue in addition to the regular quarterly dividend of 50 cents per share.—V. 154, p. 1385.

Utah Ry.—Earnings—

November—	1941	1940	1939	1938
Gross from railway—	\$87,495	\$102,276	\$104,630	\$92,462
Net from railway—	16,454	37,655	37,598	27,966
Net ry. oper. income—	2,641	21,805	27,832	8,204
From Jan. 1—				
Gross from railway—	817,557	767,644	728,461	582,064
Net from railway—	134,552	134,410	117,434	42,393
Net ry. oper. income—	58,146	54,496	38,276	*70,615
*Deficit.—V. 154, p. 1306.				

Virginian Ry.—Earnings—

November—	1941	1940	1939	1938

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dispose of such holdings as promptly as shall be practicable in the light of the then market and other conditions and with the best interests of its security holders in mind. The means which may be used to bring about such disposition of Nationals' remaining holdings of Houston common stock will depend upon considerations the effect of which cannot presently be appraised and, therefore, National is not in a position to submit a specific plan for such disposition, but it expects and intends to take whatever action may be required pursuant to the approval of the Securities and Exchange Commission, to cease to be either a holding company with respect to, or an affiliate of the Houston company."

It is to be noted that if and when the Houston company ceases to be a subsidiary or affiliate of a registered holding company pursuant to this program, it will no longer be subject to the jurisdiction of this Commission under the Public Utility Holding Company Act of 1935.

Status of National

National is a subholding company subsidiary of Bond and Share, likewise a registered holding company under the Act. In May, 1940, we commenced proceedings pursuant to Section 11(b)(2) of the Act against Bond and Share and various of its subholding company subsidiaries, including National. On Aug. 23, 1941, we filed our Findings and Opinion in the above proceeding, wherein we found that Section 11(b)(2) of the Act required the dissolution of National, and we ordered action to that end in the following terms:

"It is further ordered, pursuant to Section 11(b)(2) of the Public Utility Holding Company Act of 1935 that the existence of said National Power & Light Co. shall be terminated and that said company be dissolved; and

"It is further ordered that said National Power & Light Co. and Electric Bond & Share Co. shall proceed with due diligence to submit to this Commission a plan or plans for the prompt dissolution of National pursuant to Section 11(b)(2) of the Act and shall take such further steps as may be necessary or appropriate to effectuate this order. . . ."

The declaration now before us was filed prior to entry of the order quoted above. However, the plan is put forward by National as a step in its dissolution, because if approved by us and accepted by all the preferred stockholders of National, it would result in the elimination of 250,000 out of a total of 279,716 shares of National's preferred stock presently outstanding. Since National has cash on hand sufficient to provide for its unretired debentures, elimination of most of its preferred stock would undoubtedly simplify the dissolution of National.

Summary of Conclusions Under Applicable Statutory Provisions

As already noted, the declaration before us was filed under Sections 9(a)(1), 12(c), 12(d) and 12(e) of the Act. However, since the declaration embodies a plan designed to effect partial compliance with our order under Section 11(b)(2) directing dissolution of National, we must consider the plan in the light of the standards of Section 11(e) of the Act. Accordingly we shall treat the declaration as though filed under that section and Section 11(g).

In approving a plan under Section 11(e), we must find that it is necessary to effectuate the provision of Section 11(b) and that it is fair and equitable to the persons affected by such plan.

As to the first of these findings, it is evident that elimination by National of the greater part of its preferred stock liability through disposition of the Houston common stock would be an important step in its dissolution, which we have previously found necessary to effect compliance with the standards of Section 11(b)(2). Of course the success of the plan in this regard is dependent upon acceptance of the exchange offer by a substantial number of National's preferred stockholders. If the plan is not successful in this respect, we shall be obliged to consider what other steps should be taken by National to complete the elimination of its preferred stock liability and the disposition of the Houston stock. Our order will contain a reservation of jurisdiction for that purpose.

In general, exchange plans of this type—fairly worked out—provide an entirely appropriate method of effecting compliance with Section 11 of the Act. Such plans tend to be beneficial to all classes of security holders in the sense that the statutory requirements may be met with maximum economy and savings. The plan here involved is a case in point. A possible alternative to the plan might be to sell the Houston stock and utilize the proceeds to pay the liquidating claims of the National preferred stockholders. This would entail, however, substantial selling costs and, under the circumstances of this case, even more substantial tax costs which can be saved for the company and its security holders if the exchange here proposed is successfully consummated.

Having in mind the general desirability of plans of this kind we turn to the specific question of the fairness of the plan to the preferred and common stockholders of National, who are "persons affected by such plan" within the meaning of Section 11(e). Since the plan is to be submitted to the preferred stockholders of National for their voluntary action, it is necessary to appraise the fairness of the offer in the light of the alternative courses of action open to such stockholders. As we have stated, National is now under order to liquidate and dissolve pursuant to Section 11(b)(2). In this connection, P. B. Sawyer, President of National, has testified in a proceeding involving another subsidiary of National that the type of liquidation program presently contemplated by the company is estimated to require from one to two years for complete effectuation. That opinion was based in part on the success of the exchange plan now before us and the consequent disposition of the Houston common stock and elimination of the greater part of National's preferred stock liability.

In liquidation National's preferred stockholders would have a prior claim against National's assets of \$100 per share, representing the liquidation preference of the preferred stock over the common stock of National. Since there are 279,716 shares of preferred stock outstanding, the aggregate liquidation preference amounts to \$27,971,600. As we indicate later, it seems fairly clear that National has assets in excess of that amount, and that its remaining assets after complete or partial effectuation of the proposed exchange will likewise be in excess of the amount of preferred stock remaining outstanding in such case. Thus, irrespective of the present exchange plan, it appears that the preferred stockholders of National might expect to receive payment, possibly within a year or two, of their full claim in liquidation.

Redemption Calls and Sinking Fund Notices

Below will be found a list of corporate bonds, notes, and preferred stocks called for redemption, including those called under sinking fund provisions. The date indicates the redemption or last date for making tenders, and the page number gives the location in which the details were given in the "Chronicle."

Company and Issue	Date	Page
Akron & Barberton Belt RR. first mortgage 4% bonds of 1902	Jan 15	11589
Amer., British & Continental Corp. 5% debts., due 1953	Feb 1	11373
American Type Founders, Inc., 15-year debts., due 1950	Jan 15	11589
Appleton Company preferred stock	Feb 2	1857
Atlantic City Sewerage Co. 1st mtge. 6s, due 1956	Jan 17	11145
Atlas Imperial Diesel Engine Co. 6% gold notes of 1930	Mar 1	11590
Autocar first mortgage 7s, due 1947	May 1	11258
Bausch Machine Tool Co. 8% bonds of 1921	Mar 1	11590
Belvidere Dels. RR. consol. mtge. bonds, dated 1875	Jan 2	*
Brooklyn Union Gas Co. 1st mtge. 4% bonds, due 1965	Feb 1	*
Canadian Bakeries, Ltd., 6½% bonds of 1925	Jan 15	11189
Central of Georgia Ry. equip. trust ctfs., series 8	Apr 1	*
Central States Edison, Inc., 15-year coll. trust bonds	Feb 24	11697
Chesapeake & Ohio Ry. refunding and improvement mortgage 3½% bonds, series E, due 1996	Feb 1	11697
Cinn. Gas & Elec. Co. 3¼% 1st mtge. bonds, due 1966	Feb 1	*
Cleveland & Pittsburgh RR. general mortgage bonds	Dec 31, '41	*
Continental Oil Co. 2½% debenture, due 1948	Feb 4	11698
Cumberland County Power & Light Co. first mortgage 3½% bonds, due 1966	Jan 15	11593

This does not necessarily mean, however, that they will receive such payment in cash, although this is of course one possible alternative. It is entirely possible under the circumstances of this case (if only because of selling costs and perhaps tax costs that might result from cash sales of other portfolio securities) that such payment might take the form, at least in part, of distribution of National's portfolio securities to its preferred and common stockholders rather than payment in cash. In that event National's preferred stockholders might receive in ultimate liquidation, not \$100 in cash for each share of stock, but a proportionate share in a bundle of operating-company stocks now owned by National, which might include some Houston common stock depending upon the degree of success of the present exchange offer.

Thus the alternatives presented to preferred stockholders under the plan are (1) to accept two shares of Houston's common stock for each share (up to 90%) of National's preferred stock now held; or (2) to await such other distribution as may be made in the process of National's liquidation, it appearing that such process of liquidation is expected to require from one to two years, that National's assets seem sufficient to provide full payment of the liquidating preference of \$100 per share, but that such payment would not necessarily be made in cash.

In the light of the foregoing considerations and on the entire record, the principal portions of which are summarized hereafter, we have come to the conclusion that it is fair and equitable for National to submit the exchange offer to its preferred stockholders for their individual decisions on the basis of full disclosure of the material facts, and that the plan so submitted will be fair and equitable to all security holders affected by the plan. Such security holders consist of (1) the preferred stockholders of National who do not accept the offer; (2) those who do accept, and (3) the common stockholders of National.

(1) As to preferred stockholders who choose not to accept the offer, their position will of course be subject to the uncertainties inherent in the type of assets which may be distributed to them in payment of their claims (unless they should receive \$100 per share in cash) as well as in the time lag before payment can be effected. For present purposes it is sufficient to note that nothing in the plan appears likely to affect adversely the prospects of full payment in liquidation to preferred stockholders who do not accept the offer, and the plan therefore is fair and equitable to them.

(2) Preferred stockholders who do make the exchange will receive two shares of Houston common stock for each National preferred share eligible for exchange. As indicated, annual earnings on the Houston common stock now aggregate over \$10 for each two shares, and have in the past five years averaged approximately this amount. Dividends have been paid regularly for over 10 years at the rate of \$7.20 for each two shares.

However, the Houston earnings are subject to certain unusual contingencies centering about the status of a certain "profit-sharing agreement" between the company and the City of Houston. Such contingencies are not susceptible of precise measurement, and thus make it difficult to determine the value of the Houston common stock with definiteness. If certain of the contingencies should materialize, it appears that the earnings on Houston's common might be considerably reduced. On the other hand, such earnings may continue at their present level or may increase over the present level notwithstanding such contingencies. Nevertheless the earnings record of the common stock, down to the present time, does tend to support the value of \$50 per share ascribed to the stock for purposes of the exchange. In view of this, we think that the plan will be fair and equitable to preferred stockholders who accept the exchange offer after they have been accorded full opportunity to appraise the contingencies inherent in each of the alternatives open to them.

Our finding in this regard should not be construed as a recommendation that the exchange offer should be accepted. That is a matter which every preferred stockholder must decide for himself in view of his own requirements.

Since we deem it important that the preferred stockholders of National make an independent choice on the basis of proper disclosure, we shall disapprove that portion of National's plan which contemplates the use of a "sponsor" and a nation-wide organization of dealers who stand to profit by persuading stockholders to make the exchange. We are not unmindful that so-called "stockholder inertia" may impede the exchange, but this may well be offset by the normal activities of market arbitrageurs if the markets appraise the Houston stock at more than \$50 per share. In consequence, our order will include a condition that National shall not authorize or employ any person or organization whatever, other than its own regular officers and employees, to solicit exchanges under the plan; provided, however, that not more than 25 cents per National share may be paid to cover postage and similar expenses of dealers who may transmit shares for exchange. Our order will also require that a copy of this Findings and Report be sent to each stockholder of record along with the company's initial soliciting literature, and that such literature together with any "follow up" literature sent to stockholders generally be submitted to us at least five days in advance of use.

(3) With respect to the common stockholders of National, who are also "persons affected by the plan" within the meaning of Section 11(e), we could not find the plan "fair and equitable" to them if it appeared that two shares of Houston common have a value considerably in excess of \$100. We have already indicated the difficulty of measuring precisely the value of the Houston common because of unusual contingencies existing in the situation. It does not seem likely, however, that the value of the stock is substantially in excess of \$50 per share. If the exchange offer is successful, National will be spared the necessity of selling the Houston stock on the market and will thus avoid selling costs and tax costs estimated at several million dollars. Accordingly, it seems plain that National's common stockholders will have suffered no inequity even if it should develop that the value of the Houston common is somewhat higher than \$50 per share.

We therefore find that the plan satisfies the requirements of Section 11, subject to the conditions in our order. Subject to the same conditions, it also appears that the proposed transactions are in conformity with the standards of other applicable sections of the Act and rules, and that no adverse findings are required under any of

such section or rules. Accordingly, the declaration will be permitted to become effective.

We now turn to a more detailed discussion of the considerations which would appear to be most significant to National's preferred stockholders in deciding whether to accept or reject the offer of exchange. Since the securities directly involved in the proposed exchange are the common stock of Houston and the preferred stock of National, we will discuss these securities in turn.

Preferred Stock of National

The capitalization of National as of Aug. 31, 1941 (per books and pro forma) on the basis of 100% acceptance of the exchange offer is as follows:

	Actual	Pro Forma
5% gold debentures, series B, due May 1, 2030	\$2,000,000	\$2,000,000
Lancaster County Ry. & Light Co. 50-year		
5% collateral trust bonds, 1951	370,500	370,500
\$6 preferred stock (no par)	*27,971,601	2,971,600
Common stock (no par)	97,867,495	97,867,495
Surplus		
Total	132,324,272	\$122,311,219
	*279,716 shares.	15,456,117 shares.

Thus at the present time National's preferred stock is preceded by only \$2,370,500 of debentures and bonds outstanding. Since current assets of National, represented mainly by cash and cash items, exceed current liabilities by \$2,323,032, there is on hand almost enough cash to provide for outstanding indebtedness. National states that it intends to use its current assets to retire its outstanding indebtedness. Therefore, it may be considered that National's preferred stock has substantially a first claim against all the assets contained in National's portfolio to the extent of its liquidating preference, or \$27,971,600.

The investment account of National is carried on its books at \$129,951,558, without offsetting reserve of any kind. Its principal assets, in addition to the Houston common stock, are the common stocks (and certain other securities) of Pennsylvania Power & Light Co., Caroline Power & Light Co. and Birmingham Electric Co. Almost all the securities owned by National lack a quoted market price, since practically the entire issue in each case is owned exclusively by National. From evidence contained in the files of the Commission, it is clear that the ledger value of National's portfolio reflects substantial system "write-ups" and cannot be deemed in any sense conclusive either as to National's cost or as to present value.

However, from the viewpoint of the preferred stockholders in deciding whether or not to accept the offer, the only relevant question at the present time is whether on liquidation the investment portfolio of National (including any Houston stock which is not exchanged on the basis of \$100 value for two shares) will yield a realizable value equal to their aggregate claim of \$100 per share in liquidation. It has been seen that the Houston common stock has been accorded a value of \$25,000,000 (on an earnings basis) for the purpose of the proposed exchange. As to National's portfolio securities other than the Houston common stock, total earnings per books of the respective subsidiary companies applicable to such securities exceeded \$7,500,000 in 1940. To the extent that the Houston stock is not exchanged, a proportionate part of the Houston earnings would also remain. In attempting to ascertain the realizable value of such assets, it would be necessary to take into account that certain dividend restrictions are now in effect, that in any event the full earnings per books of the respective companies would not be distributable in the form of dividends, and that various balance sheet or other adjustments may be necessary in the case of certain of the underlying companies because of apparent writeups and related matters. However, even allowing for these factors with respect to the other assets of National and even if it is thought advisable to discount the value assigned to the Houston common stock because of the contingencies referred to above, it seems highly unlikely that the other assets of National and the Houston stock not exchanged would not represent values more than sufficient to cover National's remaining preferred stock liability. Of course it is impossible to predict at this time whether the ultimate distribution on National's preferred stock may be expected to be in cash or in securities, or a combination of both.

With respect to the dividend prospects on the National preferred stock up to the time of liquidation, it should be noted that at the present time National receives in the form of dividends on its Houston common stock alone a sum in excess of the dividend requirements of National's preferred stock and the interest requirements of its outstanding debt securities. To the extent that National's preferred stockholders accept the present exchange offer National's income from Houston will be curtailed, but concomitantly National's preferred dividend requirements will also be reduced, although in lesser amount. Although the dividend restrictions previously referred to will reduce National's income from its other subsidiaries as compared with 1940 figures, National may continue to receive from them, on the basis of present earnings figures, approximately \$1,750,000 per year in addition to the amounts received from Houston. Thus, income sufficient to pay dividends in full on National's preferred stock pending its liquidation would seem assured.

Since National has been ordered to liquidate and dissolve, and in order to provide maximum protection for its debentures, bonds and preferred stock in such process, our order will contain a condition to the effect that National shall not declare or pay further dividends, in liquidation or otherwise, on its common stock, nor make any other distribution on such stock, except with advance notice to, and approval by, the Commission; provided that any such declaration, payment or other distribution may be deemed approved unless, within 15 days after such notice has been given to the Commission, the Commission shall have instituted appropriate proceedings with respect thereto.

Conclusion

The preferred stockholders of National to whom we have directed that this Findings and Report be sent, should not construe this document as an expression of our recommendation to accept or not to accept the exchange offer being made by National. Every security holder is urged to examine carefully this Findings and Report and the other material furnished to him and to determine by the exercise of his independent judgment whether to accept or not to accept the offer.—V. 154, p. 1729.

Company and Issue	Date	Page
Public Serv. Co. of Indiana, Inc., 3½% debts. of 1939	Jan 12	11702
Republic Steel Corp. general mortgage 4½% bonds, series B, due 1961	Feb 1	11600
St. Joseph Sanitarium of Mount Clemens, Mich., 1st refunding mortgage serial bonds, due 1949	Jan 1	*
St. Joseph Ry. Light, Heat & Power 1st mortgage 5% bonds, due 1947	Feb 1	\$1731
Salmon River Power Co. 1st mortgage 5s	Feb 1	1964
Smith & Wesson, Inc., 1st mortgage 5½%, due 1948	Jly 1	*
Terre Haute Traction & Light Co. first consolidated mortgage 5% gold bonds, due 1944	May 1	11704
Union Depot Co. general mortgage 4% bonds	Dec 30	11601

Name of Company	Per Share	When Payable	Holders of Rec.	Name of Company	Per Share	When Payable	Holders of Rec.	Name of Company	Per Share	When Payable	Holders of Rec.	
Abbott Laboratories, new 4% pref. (initial div. for partial quarter ending Jan. 15)	3%	1-15	1-2	Metropolitan Coal, 5% pref B (quar.)	94c	12-26	12-23	Affiliated Fund (irregular)	4c	1-15	12-31	
Alaska Packers Salmon (year-end)	\$1	12-30	12-26	Common (initial)	62	12-26	12-23	Air Reduction Co. (quar.)	25c	1-15	12-31	
Allentown-Bethlehem Gas, 7% pref. (quar.)	87½c	2-10	1-30	3½% non-cum. 2nd preferred (initial)	26c	12-26	12-23	Extra	25c	1-15	12-31	
American Air Filter, 7% preferred (quar.)	\$1½	1-5	12-31	Middlesex Products Corp. (quar.)	25c	12-24	12-17	Alabama Power Co.	\$5 preferred (quar.)	\$1½	2-2	1-16
Common (irregular)	50c	12-20	12-16	Extra	75c	12-24	12-17	Aluminum Goods Mfg. Co. (irregular)	15c	4-1	3-16*	
American Dairies, 7% preferred (quar.)	\$1½	12-31	12-26	Midwest Piping & Supply (irregular)	15c	1-15	1-8	Amalgamated Sugar Co., 5% pref. (quar.)	12½c	2-1	1-17	
American Dairies Corp. (year-end)	82½	12-22	12-6	Mill Creek & Mine Hill Navt. RR. Co.	\$1½	1-8	12-27	American Airlines, Inc.	\$4.25 convertible preferred (quar.)	\$1.06½	1-15	1-5
American Paper Goods Co.	\$1	12-24	12-17	Semi-annual	54	12-23	—	American Alliance Insurance Co. (quar.)	25c	1-15	12-19	
Anglo-Huronian, Ltd. (interim)	110c	1-23	1-9	Moore (W. R.) Dry Goods (extra)	2½c	2-1	1-15	Extra	20c	1-15	12-19	
Anglo-Iranian Oil Co., Ltd.	31½c	12-27	12-15	Monroe Calculating Machine, 7% pref. (quar.)	\$1¾	12-25	12-20	American Can Co. (quar.)	\$1	2-16	1-23*	
Amer. dep. rets. for ord. A reg. (final)	10c	1-10	1-5	Montgomery (H. A.) Co.	15c	12-22	12-18	American Chicle Co. (quar.)	\$1	3-16	3-2	
Animal Trap Co. (extra)	15c	12-26	12-22	Morris Plan Corp. of America (initial)	75c	12-31	12-25	American Export Lines, Inc.	5% preferred (quar.)	\$1½	2-16	2-9
Arkansas Fuel Oil Co., 6% pref. (quar.)	\$1½	1-15	1-2	Morris Plan Bank of Virginia (extra)	50c	12-31	12-23	American Fidelity & Casualty Co. (quar.)	15c	1-10	12-31	
Arlington Mills (quar.)	25c	1-27	1-16	Mount Carbon & Port Carbon RR.	\$1½	1-8	12-27	American Fork & Hoe Co.	\$1½	1-15	1-5	
Arnold Constable	12½c	1-12	12-31	Semi-annual	56½c	2-2	1-15	American Furniture, 7% preferred (quar.)	81	2-16	1-23*	
Atlanta Laundries, \$2½ 1st preferred	55	12-27	12-22	Narragansett Elec. Co., 4½% pref. (quar.)	\$3	12-26	12-22	American News Co. (bi-monthly)	30c	1-15	1-5	
Augusta & Savannah RR. (year-end)	60c	12-29	12-24	Nashua Gumm'd & Coated Paper (year-end)	\$1½	1-8	12-27	American Rolling Mill Co.	4½% convertible preferred (quar.)	\$1½	1-15	12-15
Aviation Capital, Inc. (year-end)	60c	1-16	1-5*	5% preferred (quar.)	\$1½	1-8	12-27	American Sugar Refining Co. (irreg.)	\$2	2-2	1-5	
Bankers Securities Corp., 6% partic. pref.	11½c	1-2	1-15	National Electric Welding Machine Co.	2c	2-2	—	American Telephone & Telegraph Co. (quar.)	\$2½	1-15	12-15	
Beatty Brothers, Ltd., 6% first preferred	62	12-31	12-31	Quarterly	5c	1-1	—	American Telephone Co. (Arlene, Kansas)	5% preferred (quar.)	\$1½	1-15	12-31
Bell Telephone Co., Penn. (quar.)	62	12-23	12-23	Quarterly	2c	8-1	—	Amoskeag Co., common (semi-annual)	75c	7-6	6-20	
Bernot, Inc. (initial)	61	12-23	12-23	Quarterly	2c	10-30	—	Appleton Co., 7% conv. pref. (quar.)	\$1½	2-2	—	
Boston Acceptance Co., 7% preferred	11½c	12-15	12-11	North American Trust Shares (1953)	6c	12-31	—	Argus Interests, Ltd. (initial)	4c	1-22	1-3	
Bourbon Stockyards (quar.)	51	1-2	12-24	Series 1955	76c	12-31	—	Arkamiss Timber	\$15	1-18	1-17	
Bower Roller Bearing	75c	3-20	3-6	Series 1956	76c	12-31	—	Associated Telep. Co., Ltd., \$1½ pref. (quar.)	31½c	2-2	1-15	
Bristol Brass (year-end)	11½c	12-29	12-27	Series 1958	72c	12-31	—	Atchison, Topeka & Santa Fe Ry. Co.	5% non-cum. preferred (s-a)	\$2½	2-2	12-31
British Columbia Packers (initial)	11½c	3-16	2-28	North Penn Gas Co., \$7 prior pref. (quar.)	\$1½	1-15	1-2	Common (year-end)	\$1	3-2	12-31	
Bristol Silver Mines (initial)	1c	2-10	1-20	Northern Indiana Public Service Co.	7½% preferred	1-14	1-2	Atlantic Refining Co.	4% convertible preferred A (quar.)	\$1	2-2	1-5
Byers (A. M.) Co., 7% preferred (representing the quarterly dividend of \$1.75, due May 1, 1942)	11½c	1-17	1-17	Northwestern Engineering Co. (irreg.)	50c	1-15	1-2	Avondale Mills, common	7c	2-1	1-15	
Calgary Power Co., Ltd., 6% pref. (quar.)	\$1½	2-2	1-15	Ohio Casualty Insurance Co. (stock div.)	100%	12-31	12-24	Common	7c	3-1	2-15	
Canadian Celanese, rights (irreg.)	51	3-17	12-31	Old Dominion Fire Ins. Co., Inc. (Roanoke)	25c	1-2	12-24	Backstay Welt Co., common (quar.)	12½c	1-10	12-23	
Carib Syndicate, Ltd. (second liquidating)	50c	1-12	1-2	Orange & Rockland Electric (year-end)	15c	12-29	12-24	Baldwin Co., 6% pref. (quar.)	\$1½	1-15	12-31	
Carreras, Ltd.	31½c	12-27	12-15	Orange County Tel. Co. (annual)	\$6	12-26	12-23	Bathurst Power & Paper Co., Ltd.	Class A (interim)	125c	3-2	2-13
Amer. dep. rets. for ord. A reg. (final)	3½c	12-27	12-15	Oriental Consol. Mining (liquidating)	40c	1-5	12-31	Bell Telephone of Canada (quar.)	182	1-15	12-23	
Class B ordinary registered (final)	17c	2-2	12-31	Ottawa Car & Aircraft, Ltd.	3c	12-23	12-20	Benson & Hedges, \$2 conv. pref.	50c	2-1	1-21	
Central Hudson Gas & Electric, common	11½c	1-2	12-25	Parke, Davis & Co.	40c	1-31	1-15	Baltimore Hat, Ltd. (quar.)	115c	1-15	12-31	
4½% preferred (quar.)	15c	1-15	12-31	Patchogue-Plymouth Mills, 3% pfd. (annual)	3c	12-23	12-20	Boston Edison Co. (quar.)	50c	2-2	1-10	
Central Republic Co.	25c	1-24	1-10	Paterson & Hudson River RR. (s-a)	\$1½	1-15	1-2	Bralorne Mines, Ltd. (quar.)	120c	1-15	12-31	
Chain Belt Co.	20c	1-10	1-2	Penn-Federal Corp., 4½% preferred (s-a)	12½c	1-24	1-14	Extra	110c	1-15	12-31	
Chamberburg Engineering (irreg.)	51	12-30	12-27	Perfection Stove Co. (quar.)	81	1-30	1-23	Brantford Cordage Co., Ltd., \$1.30 preferred (quar.)	32½c	1-15	12-20	
Chesapeake-Camp Corp., 5% pref. (quar.)	11½c	1-1	12-21	Phillips-Jones Corp., 7% preferred	37½c	12-27	12-20	Bridgeport Hydraulic Co. (quar.)	40c	1-15	12-31	
Cleveland Hobbing Machine Co. (irreg.)	30c	12-30	12-24	Piedmont & Northern Ry. (extra)	11½c	2-2	1-20	Brio Mfg. Co. com. (irregular)	30c	1-17	1-2	
Columbus Foods, 5% pref. (quar.)	43¾c	2-2	1-23	Pitts. Cinn. Chicago & St. Louis RR. Co.	\$1	12-22	12-10	British Columbia Electric Ry. Co., Ltd.	5% prior preference (s-a)	2½%	1-15	12-31
Commercial Discount Co. (Los Angeles)	7½% preferred (quar.)	11½c	1-10	Portland Gas Light, \$6 preferred	2½c	1-20	1-10	British Columbia Power Corp., Ltd., class A (quar.)	150c	1-15	12-31	
7% preferred (quar.)	20c	1-10	1-2	Quarterly Income Shares, Inc.	11	1-15	12-23	British Columbia Tel. Co.	6% 2nd pref. (quar.)	11½c	2-1	1-17
Community Corp. (irreg.)	10c	12-31	12-24	Ramsey Accessories Mfg., 6% pref. (s-a)	14c	2-2	1-15	Brompton Pulp & Paper Co., Ltd. (quar.)	126c	1-15	1-2	
Conn. (C. G.), Ltd., common	6½% preferred (quar.)	10c	1-15	Rath Packing Co. (stock div.)	60c	1-2	12-20	Burdine's, Inc., \$2.80 preferred (quar.)	70c	1-10	12-31	
7% preferred (quar.)	11½c	1-5	12-24	Real Estate Trust Co. (Bal.)	40%	2-16	2-5	Buffalo Niagara & Eastern Power Corp.	5% preferred (quar.)	\$1½	2-2	1-15
Connecticut River Power, 6% pref. (quar.)	11½c	3-2	2-16	Reserve Investing, \$7 preferred	82½c	1-15	12-30	California-Oregon Power, 7% preferred	81½c	1-15	12-31	
Consolidated Car Heating Co.	40c	12-30	12-22	Revere Copper & Brass, 7% preferred	11½c	1-14	1-2	6% preferred (1927 series)	81½c	1-15	12-31	
Corn Products Refining, common (quar.)	75c	1-20	1-2	Rhode Island Pub. Serv. Co., class A (quar.)	50c	2-2	1-15	California Packing Corp., common	37½c	2-16	1-31	
7% preferred (quar.)	11½c	1-15	1-2	\$2 preferred (quar.)	44c	12-29	12-19	5% preferred (quar.)	62½c	2-16	1-31	
Cumulative Trust Shares (irregular)	13½c	12-10	12-20	Rican Corp. (liquidating)	50c	2-2	1-15	Callite Tungsten Corp. (year-end)	15c	1-26	12-30	
Detroit River Warehouse, Inc.	5c	12-29	12-20	Rice-Stix Dry Goods	15c	2-2	1-12	Canada Northern Power Corp., Ltd., com.	115c	1-26	12-31	
Di-Noe Manufacturing Co.	50c	12-31	12-31	Richmond Insurance Co. of N. Y. (quar.)	15c	2-2	1-12	Canada Southern Ry. (s-a)	81½c	1-15	12-31	
Diamond State Telephone (quar.)	Distillers Co., Ltd.	6½% preferred (quar.)	10c	12-23	San Antonio Public Service Co.	12-31	12-15	Canadian Bakeries, Ltd., 5% partic. pref. (interim) (accum.)	12½c	1-15	1-3	
Distillers Co., Ltd.	6½% preferred (quar.)	12-29	12-23	Sanborn Map Co. (quar.)	81	1-15	1-2	Canadian Bronze, Ltd., common (quar.)	137½c</			

Name of Company	Per Share	When Payable	Holders of Rec.	Name of Company	Per Share	When Payable	Holders of Rec.	Name of Company	Per Share	When Payable	Holders of Rec.
Dayton & Michigan RR., 8% pref. (quar.)	\$1	1- 6	12-15	Louisville Gas & Elec. (Ky.), 5% pref. (quar.)	\$1 1/4	1-15	12-31	St. Louis Cardinals (irregular)	\$5		
Des Moines Joint Stock Land Bank— Third liquidating dividend	\$14	1-20	12-31	New 5% preferred (quar.)	31 1/4c	1-15	12-31	Sabin Robbins Paper Co., common (quar.)	20c	1-20	1- 5
Detroit Edison Co.	35c	1-15	12-26	Common	37 1/2c	1-24	12-31	San Diego Gas & Electric Co., common	22 1/2c	1-15	12-31
Detroit Gasket & Mfg. Co.	25c	1-20	1- 5	MacAndrews & Forbes Co., common (quar.)	50c	1-15	12-31*	5% preferred (quar.)	25c	1-15	12-31
Detroit Hillsdale & Southwestern RR (s-a)	\$2	1-5-42	12-20	Extra	25c	1-15	12-31*	Scott Paper Co., \$4.50 pref. (quar.)	\$1 1/4	2- 1	1-20*
Detroit International Bridge Co.	25c	1-24	1- 3	Mahon (R. C.) Co., \$2 cl. A pref. (quar.)	50c	1-15	1- 5	\$4 preferred (quar.)	\$1	2- 1	1-20*
Detroit Michigan Stove Co.	50c	2-18	2- 5	Manufacturers Trust Co. (N. Y.)	55c	1-15	1- 5	Seiberling Rubber Co., com. (resumed)	25c	1-15	12-27
5% preferred (quar.)	50c	5-15	5- 5	Extra	50c	1-15	12-30	Class B preferred (initial)	\$1.04	1-15	12-27
5% preferred (quar.)	50c	8-15	8- 5	Maritime Tel. & Tel. Co., Ltd., com. (quar.)	25c	1-10	12-20	Shakespeare Co.	10c	1-19	1- 9
Detroit River Tunnel (s-a)	\$4	1-15	1- 7	Extra	20c	1-15	12-20	Shawinigan Water & Power (quar.)	23c	2-25	1-26
Dome Mines, Ltd.	150c	1-20	12-31	Maritime Tel. & Tel. Co., Ltd., com. (quar.)	22 1/2c	1-15	12-20	Sheep Creek Gold Mines (quar.)	24c	1-15	12-31
Dominion Bank of Canada (Toronto) (quar.)	2 1/2c	2- 2	1-15	Extra	20c	1-31	1-15	Extra	11c	1-15	12-31
Dominion Tar & Chem., 5 1/2% pref. (quar.)	1 1/2c	2- 2	1-16	Massachusetts Investors Trust	40c	1-20	12-31	Sherwin-Williams Co. of Canada (resumed)	15c	2- 1	1-15
Dominion Textile Co., Ltd., 7% pref. (quar.)	1 1/2c	1-15	12-15	Massachusetts Utilities Associates	62 1/2c	1-15	12-31	Sigma Mines, Ltd. (interim)	130c	1-15	12-31
Duplan Corp., 8% preferred (quar.)	\$2	4- 1	3-13	5% participating preferred (quar.)	35c	2- 2	1-15	Silbak Premier Mines, Ltd.	14c	1-26	1- 5
duPont (E. I.) deNemours— \$4.50 preferred (quar.)	\$1 1/4	1-24	1- 9	Massawippi Valley RR. (s-a)	62 1/2c	1-15	12-31	Smith (Howard) Paper Mills, pref. (quar.)	40c	1-18	12- 5
Duquesne Light Co., 5% preferred (quar.)	\$1 1/4	1-15	12-31	McCall Corporation (quar.)	35c	2- 2	1- 2	Solar Aircraft Co., conv. pref. A (s-a)	22 1/2c	1-15	12-31
Eason Oil, \$1.50 preferred (quar.)	37 1/2c	1- 7	12-27	McColl-Frontenac Oil Co., Ltd., 6% pref. (quar.)	62 1/2c	1-15	12-31	South Pittsburgh Water, 4 1/2% pref. (quar.)	25c	1-15	1- 2
Eastern Steel Products, Ltd.— Interim on common	\$1	2- 2	1-15	McCrory Stores, 5% preferred (quar.)	35c	2- 2	1-15	Southeastern Greyhound Lines, Inc., com. (quar.)	\$1 1/4	1-15	1- 2
5% convertible preferred (quar.)	25c	3- 2	2-16	McLellan Stores Co., 6% preferred (quar.)	62 1/2c	1-15	12-31	37 1/2c	3- 2	2-20	
Eastern Township Telephone Co.	25c	1-15	12-31	McManus Petroleum, Ltd., com. (annual)	31c	1-31	1-24	30c	3- 2	2-20	
Electric Bond & Share, \$5 preferred (quar.)	\$1 1/2	2- 2	1- 6	Participating preferred (s-a)	130c	1- 3	12-26	30c	3- 2	2-20	
\$6 preferred (quar.)	\$1 1/2	1-15	12-31	Mercantile National Bank & Trust Co. (St. Louis), common (quar.)	130c	1- 3	12-26	37 1/2c	2-15	1-20	
El Paso Elec. Co. (Del.), 7% pref. A (quar.)	\$1 1/2	1-15	12-31	Mickelberry's Food Products Co.— Additional	\$1 1/2	4- 1	3-20	Original preferred (quar.)	25c	4-15	3-20
7% preferred B	75c	5- 1	12-26	Mid-City National Bank of Chicago	\$1	4- 1	3-21	5 1/2% preferred (quar.)	34c	1-15	12-20
Empire Trust Co. (N. Y.) (quar.)	3c	4- 1	3-18	Middle States Petroleum, v.t.c. A (irregular)	31c	1-20	1- 2*	Southern California Edison, com. (quar.)	37 1/2c	2-15	1-20
Falstaff Brewing Corp., 6% preferred (s-a)	75c	1-15	12-31	V.T.C. class B (irregular)	5c	1-20	1- 2*	Extra	25c	1-15	12-20
Federal Services Finance Corp. (Washington, D. C.) (quar.)	75c	1-15	12-31	Milwaukee Terminal (year-end)	75c	Jan.	12-31	Original preferred (quar.)	37 1/2c	1-15	12-20
6% preferred (quar.)	\$1 1/2	1-15	12-31	Mississippi Power & Light, \$6 preferred	\$1 1/2c	2- 1	1-15	Preferred A (quar.)	25c	1-15	12-31
Fidelity-Phoenix Fire Insurance Co. (s-a)— Year-end	80c	1-10	12-31	Moneta Porcupine Mines, Ltd. (quar.)	2c	1-15	12-31	Southern Canada Power Co., Ltd., common (quar.)	120c	2-16	1-31
Fireman's Fund Ins. Co. (S. F.) (quar.)	40c	1-10	12-31	Monongahela Valley Water, 7% pref. (quar.)	\$1 1/2c	1-15	1- 2	6% partic. preferred (quar.)	\$11 1/2c	1-15	12-20
Firestone Tire & Rubber Co. (year-end)	\$1	1-15	1- 5	Monroe Loan Society, class A (quar.)	5c	2- 2	1-26	Southern Franklin Process, 7% pref. (quar.)	\$1 1/2c	1-20	12-26
First National Bank of Hartford (quar.)	25c	1-20	1- 5	5 1/2% preferred (quar.)	34c	3- 2	2-20	Southern New England Telephone Co.	\$1 1/2c	1-15	12-31
First National Bank (Pittsburgh) (quar.)	\$1 1/2	4- 1	3-21	Montana Power, \$6 preferred (quar.)	50c	1-15	12-31	Southwestern Life Ins. Co. (Dallas) (quar.)	35c	1-15	1-13
Fisher (Henry) Packing Co.	25c	1-15	12-31	Montgomery Ward & Co., common (quar.)	1c	2- 1	1-15	Spicer Mfg. Corp., com. (increased)	\$1	1-15	1- 5
Fishman (M. H.) Co., Inc.— 5% conv. pref. (quar.)	\$1 1/4	1-15	12-31	Montreal Light, Heat & Pow. consol. (quar.)	1 1/2c	1-12	1-12	Squibb (E. R.) & Sons— \$5 preferred, series A (quar.)	75c	1-15	1- 5
Froedtert Grain & Malting, com. (quar.)	20c	2- 2	1-15	Montreal Telegraph (quar.)	1 1/2c	1-31	1-31	Standard Bank of South Africa, Ltd. (interim)	55 sh.	1-39	—
\$1.20 preferred (quar.)	30c	2- 2	1-15	Morrell (John) & Co.	2c	1-15	1-24	Standard Brands, \$4.50 pref. (quar.)	\$1 1/2c	3-16	2-20
Foundation Co. of Canada, Ltd. (quar.)	125c	1-20	12-31	Morris (Philip) & Co., Ltd., com. (quar.)	50c	1-25	1- 3	Standard Chemical Co., Ltd. (irreg.)	150c	1-31	12-31
Extra	50c	1-15	12-31	4 1/4% preferred (quar.)	75c	1-15	12-29	Standard Fire Ins. Co. (Trenton) (quar.)	75c	1-23	1-16
Fyre-Fyer Co., class A	25c	1-20	1-10	Mt. Diable Oil Min. & Develop. Co. (quar.)	1c	2- 1	1-15	Standard Oil Co. (Ohio)— 5% preferred (quar.)	\$1 1/4	1-15	12-31
Gardner-Denver Co., common (quar.)	75c	2- 2	1-20	Mountain States Power Co., common	1 1/2c	1-20	1-31	Standard Radio, Ltd., class A (quar.)	110c	1-10	12-31
\$3 convertible preferred (quar.)	25c	1-20	1-10	5% preferred (quar.)	1 1/2c	1-20	1-31	Standard Wholesale Phos. & Acid Wks. Inc.— Quarterly	65 sh.	1-39	—
Gardner Electric Light, common (s-a)	\$4	1-15	12-31	Mountain States Tel. & Tel. (quar.)	20c	1-15	12-31	Stanley Works, 5% pref. (quar.)	31 1/4c	2-16	3- 5
General Electric Co. (year-end)	35c	1-24	12-26	Mutual Investment Fund, Inc.	3c	1-15	12-31	Steel Co. of Canada, Ltd., com. (quar.)	75c	2- 2	1- 7
General Finance Corp. (quar.)	5c	1-15	1- 2	Mutual Systems, Inc., common (quar.)	50c	1-15	12-31	7% preferred (quar.)	75c	2- 2	1- 7
General Foods Corp., \$4.50 pref. (quar.)	\$1 1/2	2- 2	1-12	8% preferred (quar.)	15c	1-15	12-19	Stetson (John B.), 8% preferred	72c	1-15	12-31
General Mills, Inc. (quar.)	\$1	2- 2	1-15	National Automotive Fibres, Inc.	50c	2- 1	12-10	Submarine Signal Co. (year-end)	82 1/2c	12-30	12-22
General Motors Corp.— \$5 preferred (quar.)	\$1	2- 2	1- 9	National Bank of Detroit (s-a)	40c	1-15	12-16*	Sun Glow Industries (quar.)	12 1/2c	1-15	12-31
General Outdor Advertising— Common (resumed)	10c	1-15	1- 2	National Biscuit Co., common	15c	1-15	1-17	Superheater Co., common	25c	1-15	1- 3
Common (resumed)	10c	4-15	4- 1	National Bond & Share	20c	1-15	1-16	Tacony-Palmyra Bridge,	5 1/2% preferred (quar.)	2- 1	12-17
\$4 participating class A	\$1	2-16	2- 2	National Boulevard Bank of Chicago (quar.)	1 1/2c	1-15	1-16	Teck-Hughes Gold Mines, Ltd. (quar.)	110c	2- 2	1- 9
6% participating class A	\$1	5-15	5- 1	National Cash Register Co. (quar.)	20c	1-15	1-16	Thatcher Manufacturing, \$3.60 pref. (quar.)	90c	2-15	1-31
6% preferred (quar.)	\$1 1/2c	2- 2	1-15	National Chemical & Mfg. Co. (quar.)	1 1/2c	1-15	1-16	Towle Manufacturing Co. (quar.)	15c	1-15	1- 8
6% preferred (quar.)	\$1 1/2c	1-10	1-10	National Money Corp., class A (quar.)	1 1/2c	1-15	1-2	Trade Bank & Trust Co. (N. Y.) (quar.)	2 1/2c	2- 1	1-20
Georgia RR. & Banking Co. (quar.)	25c	1-15	12-31								

Non-Ferrous Metals—Use of Tin Ordered Cut—Purchase of Foreign Lead Extended

"Metal and Mineral Markets," in its issue of Jan. 1, announced that important developments during the week in non-ferrous metals were—import control by the Government of 13 strategic materials; curb on use of tin to conserve supplies; purchase of foreign lead by Metals Reserve at a higher price; extension of the emergency pool-allocation-price control agreement in zinc for a period of three months. Quicksilver was higher. The publication further reported:

Copper

Sales of copper in the domestic trade during the last week involved 7,431 tons, making the total for the month through Dec. 30 77,035 tons. Interest in prices centers on the renewal of the deal for Latin-American metal, and it appears certain that close to the 12c. Valley basis will be paid by Metals Reserve. Negotiations for foreign copper are still in progress.

Consumption of copper in the United States during November was 121,000 tons, against 137,000 tons in October, based on copper content of shipments by mills and foundries as reported by the American Bureau of Metal Statistics.

Lead

The Metals Reserve Company has renewed contracts with Mexican, Peruvian, and Canadian producers of lead, according to advices from Washington, and the price agreed upon will be about one-quarter cent higher than that announced on the previous deal, or 4c. a pound. Tonnage figures have not yet been divulged. Purchases cover periods of two to three months.

The lead pool for January was set at 15% of November output. The domestic price situation was unchanged, with the trade speculating on whether a higher price will be granted after the meeting scheduled for Jan. 5. Sales in the domestic market for the week totaled 1,572 tons.

Zinc

Control of zinc by the industry was extended by OPM over the first quarter of 1942, it was announced officially last week. The zinc emergency pool for January was fixed at 31% of October production.

The Prime Western division sold 9,205 tons of zinc during the week ended Dec. 27. Shipments of common zinc in the same period amounted to 5,911 tons. The backlog increased to 76,541

tons. The price situation in zinc was unchanged.

Tin

OPM issued an order on Wednesday conserving the use of tin on some 29 applications to 50% of the Jan.-March, 1940, rate in so far as the first quarter of 1942 is concerned, after which period all such use will be prohibited. Items affected include advertising specialties; certain solder; musical instruments; toys; pewter; foil, excepting condensers; electrotyping; chimes and bells; Britannia metal; white metal; galvanizing, excepting food-processing equipment; household furnishings; vending machines; tin oxide for enamel; building supplies, excepting temperature controls. The restrictions are calculated to save about 15,000 tons of tin a year. An order limiting production of tin cans will be issued soon, it was announced in Washington.

Tin-plate producers have reaffirmed prices for the first quarter of 1942.

Straits tin for future arrival was as follows:

	Dec.	Jan.	Feb.	March
		Holiday		
Dec. 25	52,000	52,000	52,000	52,000
Dec. 26	52,000	52,000	52,000	52,000
Dec. 27	52,000	52,000	52,000	52,000
Dec. 29	52,000	52,000	52,000	52,000
Dec. 30	52,000	52,000	52,000	52,000
Dec. 31	52,000	52,000	52,000	52,000

DAILY PRICES OF METALS ("E. & M. J." QUOTATIONS)

Dec.	Electrolytic Copper		Straits Tin,		Lead		Zinc	
	Dom., Refy.	Exp. Refy.	New York	New York	St. Louis	St. Louis	Holiday	St. Louis
25	11.775	11.200	52,000	5.85	5.70	8.25		
26	11.775	11.200	52,000	5.85	5.70	8.25		
27	11.775	11.200	52,000	5.85	5.70	8.25		
29	11.775	11.200	52,000	5.85	5.70	8.25		
30	11.775	11.200	52,000	5.85	5.70	8.25		
31	11.775	11.200	52,000	5.85	5.70	8.25		
Average	11.775	11.200	52,000	5.85	5.70	8.25		

Average prices for calendar week ended Dec. 27 are: Domestic copper, f.o.b. refinery, 11.775c.; export copper, f.o.b. refinery, 11.200c.; Straits tin, 52,000c.; New York lead, 5.850c.; St. Louis lead, 5.700c.; St. Louis zinc, 8.250c.; and silver, 35.125c.

The above quotations are "M. & M. M.'s" appraisal of the major United States markets, based on sales reported by producers and agencies. They are reduced to basis of cash, New York or St. Louis, as noted. All prices are in cents per pound.

Copper, lead and zinc quotations are based on sales for both prompt and future deliveries; tin quotations are for prompt delivery only.

In the trade, domestic copper prices are quoted on a delivered basis; that is, delivered at consumers' plants. As delivery charges vary with the destination, the figures shown above are net prices at refineries on the Atlantic seaboard. Delivered prices in New England average 0.225c. per pound above the refinery basis.

Export quotations for copper are reduced to net at refineries on the Atlantic seaboard. On foreign business, owing to the European War, most sellers are restricting offerings to f.a.s. transactions, dollar basis. Quotations for the present reflect this change in method of doing business. A total of .05c. is deducted from f.a.s. basis (lighterage, etc.) to arrive at the f.o.b. refinery quotation.

Chinese tin, 99%, spot, was nominally as follows: Dec. 25, holiday; 26, 51.125c.; 27, 51.125c.; 29, 51.125c.; 30, 51.125c.; 31, 51.125c.

London Market—Dec. 25 to Dec. 31, inclusive, no quotations. Last quotation on Dec. 8, per long ton, was £259 for spot and £262 for three months.

Quicksilver

With imports of quicksilver under control the trade believes that the Government will be in a more favorable position to regulate the market if it so desires. The price situation did not change during the last week. Business was reported at \$196 per flask, Pacific Coast points, equivalent to \$200.60 New York. On small lots \$205 and higher was asked on spot metal.

Consumers of quicksilver are quite certain that the November and December consumption figures will loom large, owing to the fact that several important contracts with the Government were cleaned up in that period. For January, however, the consumption of quicksilver is expected to fall away sharply.

Silver

During the past week the silver market in London has been quiet and steady, with the spot price unchanged at 23½d. On Dec. 31 the forward price declined from 23 9/16d. to 23 1/2d.

The New York Official and the U. S. Treasury prices are unchanged at 35 1/8c. and 35c., respectively.

WISCONSIN

State and City Department

(Continued from page 44) recently passed an ordinance calling for an issue of \$125,000 refunding bonds.

VIRGINIA

Norfolk, Va.

Bond Election Report Erroneous—It is stated by A. Preston Breeden, City Auditor, that the report in our issue of Dec. 2, saying an election had been called for Jan. 6, to submit to the voters an issue of \$150,000 disposal plant bonds, was erroneous.

WASHINGTON

Okanogan County School District No. 113 (P. O. Okanogan), Wash.

Bond Offering—Sealed bids will be received until 11 a.m. on Jan. 17, by V. B. White, County Treasurer, for the purchase of \$5,881 not to exceed 6% semi-annual building bonds. Due in from two to 20 years after date of issuance; redeemable at any time after two years from date of issuance. Prin. and int. payable at the County Treasurer's office. A certified check for 5% of the bid, payable to the County Treasurer, is required.

ONTARIO

Shullsburg Joint School District No. 6 (P. O. Shullsburg), Wis.

Bonds Publicly Offered—Heronymus, Ballschmider & Co. of Sheboygan, are offering for investment \$69,000 4% sewer revenue bonds. Denom. \$1,000. Dated Nov. 1, 1941. Prin. and int. (M-N) payable at the Marshall & Ilsley Bank of Milwaukee.

WYOMING

Rawlins, Wyo.

Bond Sale—The \$25,000 3 1/2% semi-annual sewer bonds offered for sale on Dec. 29—v. 154, p. 1536—were awarded to Boettcher & Co. of Denver, paying a premium of \$1,702.60, equal to 106.81, a

basis of about 2.18%. Dated Dec. 1, 1941. Due \$2,500 on Dec. 1 in 1942 to 1951 incl.

CANADA

ALBERTA

Alberta (Province of)

Notice Of Interest Payment—Hon. S. E. Low, Provincial Treasurer, announces to holders of debentures which matured Jan. 1, 1939, that the province will pay interest to bona fide holders of such obligations at the rate of 2 3/4% per annum in respect of the half-year ending Jan. 1, 1942, being at the rate of \$13.75, \$6.88 and \$1.38, respectively, for each \$1,000, \$500 and \$100 denomination. Holders will be paid interest as above on presentation of their debenture or debentures for notation thereon of such payment of interest at any branch of the Imperial Bank of Canada in the Dominion of Canada, or at the Bank of the Manhattan Company in the City of New York, in the United States of America. Debentures should be accompanied by the usual ownership certificates required by the Dominion Government as in the case of coupons.

CANADA

Canada (Dominion of)

Treasury Bills Sold—An issue of \$45,000,000 Treasury bills was sold Dec. 30 at an average yield of 0.548%. Dated Dec. 31, 1941, and due April 1, 1942.

NOVA SCOTIA

Antigonish, N. S.

Bonds Sold—An issue of \$7,000 4% improvement bonds was sold to the Dominion Securities Corp., Toronto, at a price of 101.81, a basis of about 3.56%. Due from 1942 to 1949 incl.

ONTARIO

Ottawa, Ont.

Other Bids—The \$75,274.05 2 1/4%, 2 1/2% and 3% various municipal purposes bonds awarded Dec. 23 to the Bank of Nova Scotia, of Halifax, at a price of 100.78, a basis of about 2.503%—v. 154, p. 1736, were also bid for as follows:

Bidder	Rate Bid
Wood, Gundy & Co., Royal Bank of Canada, The Dominion Bank and Nesbitt, Thomson & Co.	100.47
Dominion Securities Corp. and Imperial Bank of Canada	100.147
Harris, Ramsay & Co.	100.01
Bell, Gouinlock & Co.	Par

Bank of England Statement

Circulation of the Bank of England in the week ended Dec. 24 showed a further expansion of £11,186,000 to another new high of £663,675,000 which compares with £616,904,000 a year ago and £554,615,983 as at the same date in 1939. As the Bank's nominal holdings of gold fell off during the week £241,000, there was a total decline in reserves of £11,427,000. Public deposits decreased £755,000 while other deposits rose £18,038,580. Of the latter amount, £17,024,054 represented an addition to bankers accounts and £1,014,526, to other accounts. Offsetting the circulation and deposit increase, government securities rose £29,425,000 but other securities decreased £694,977. Other securities consist of discounts and advances which fell off £737,963 and securities which rose £42,986. The reserve proportion dropped to 14.5% from 22.0% a week previous. Following we present a tabulation of the different items with comparisons for the four preceding years:

BANK OF ENGLAND'S COMPARATIVE STATEMENT		Dec. 24, 1941	Dec. 25, 1940	Dec. 27, 1939	Dec. 28, 1938	Dec. 29, 1937
Circulation	£	663,675,000	616,904,000	554,615,983	504,726,803	505,317,131
Public deps.	£	9,986,000	12,518,000			

Member Bank Condition Statement

In the following will be found the comments of the Board of Governors of the Federal Reserve System respecting the returns of the entire body of reporting member banks of the Federal Reserve System for the week ended with the close of business Dec. 24.

The condition statement of weekly reporting member banks in 101 leading cities shows the following principal changes for the week ended Dec. 24: Decreases of \$92,000,000 in reserve balances with Federal Reserve Banks, \$101,000,000 in balances with domestic banks, \$66,000,000 in demand deposits-adjusted and \$193,000,000 in deposits credited to domestic banks, and an increase of \$58,000,000 in United States Government deposits.

Commercial, industrial and agricultural loans increased \$12,000,000 in New York City and \$23,000,000 at all reporting member banks.

Holdings of United States Government direct and guaranteed obligations declined \$54,000,000 in New York City and \$46,000,000 at all reporting member banks. Holdings of "Other securities" increased \$15,000,000 in the Chicago district, \$12,000,000 in New York City and \$20,000,000 at all reporting member banks.

Demand deposits-adjusted declined \$53,000,000 in the Cleveland district, and \$66,000,000 at all reporting member banks. United States Government deposits increased \$38,000,000 in New York City and \$58,000,000 at all reporting member banks.

Deposits credited to domestic banks declined \$147,000,000 in New York City and \$193,000,000 at all reporting member banks.

A summary of the principal assets and liabilities of reporting member banks together with changes for the week and the year ended Dec. 24, 1941, follows:

	Increase (+) or Decrease (-)	Since Since	Dec. 24, 1941	Dec. 17, 1941	Dec. 24, 1940
	\$	\$	\$	\$	\$
Assets—					
Loans and investments					
total	30,293,000,000	—	13,000,000	+ 4,689,000,000	
Loans—total	11,442,000,000	+	13,000,000	+ 2,088,000,000	
Commercial, industrial and agricultural loans	6,792,000,000	+	23,000,000	+ 1,781,000,000	
Open market paper	434,000,000	+	1,000,000	+ 131,000,000	
Loans to brokers and dealers in securities	532,000,000	—	12,000,000	— 13,000,000	
Other loans for purchasing or carrying securities	422,000,000	—	3,000,000	— 44,000,000	
Real estate loans	1,261,000,000	+	3,000,000	+ 31,000,000	
Loans to banks	43,000,000	—	2,000,000	+ 3,000,000	
Other loans	1,958,000,000	+	3,000,000	+ 199,000,000	
Treasury bills	959,000,000	—	17,000,000	+ 227,000,000	
Treasury notes	2,523,000,000	—	10,000,000	+ 385,000,000	
U. S. bonds	8,731,000,000	—	26,000,000	+ 1,773,000,000	
Obligations guaranteed by U. S. Gov't	2,960,000,000	+	7,000,000	+ 220,000,000	
Other securities	3,678,000,000	+	20,000,000	— 4,000,000	
Reserve with Federal Reserve banks	9,880,000,000	—	92,000,000	— 1,835,000,000	
Cash in vault	564,000,000	—	36,000,000	+ 2,000,000	
Balances with domestic banks	3,288,000,000	—	101,000,000	— 99,000,000	
Liabilities—					
Demand deposits—adjusted	23,994,000,000	—	66,000,000	+ 1,612,000,000	
Time deposits	5,347,000,000	—	27,000,000	— 72,000,000	
U. S. Gov't deposits	1,423,000,000	+	58,000,000	+ 948,000,000	
Interbank deposits:					
Domestic banks	9,036,000,000	—	193,000,000	+ 117,000,000	
Foreign banks	671,000,000	+	12,000,000	+ 8,000,000	
Borrowings	2,000,000	—	—	+ 2,000,000	

Discount Rates of the Federal Reserve Banks

There have been no changes this week in the rediscount rates of the Federal Reserve banks; recent advances on Government obligations are shown in the footnote to the table. The following is the schedule of rates now in effect for the various classes of paper at the different Reserve banks:

Federal Reserve Banks	Rate in Effect	Date Established	Previous	
			Jan. 2	Rate
Boston	1	Sep 1, 1939	1½	
New York	1	Aug 27, 1937	1½	
Philadelphia	1½	Sep 4, 1937	2	
Cleveland	1½	May 11, 1935	2	
Richmond	1½	Aug 27, 1937	2	
Atlanta	*1½	Aug 21, 1937	2	
Chicago	*1½	Aug 21, 1937	2	
St. Louis	*1½	Sep 2, 1937	2	
Minneapolis	1½	Aug 24, 1937	2	
Kansas City	*1½	Sep 3, 1937	2	
Dallas	*1½	Aug 31, 1937	2	
San Francisco	1½	Sep 3, 1937	2	

*Advances on Government obligations bear a rate of 1%, effective Sept. 1, 1939, Chicago; Sept. 16, 1939, Atlanta, Kansas City and Dallas; Sept. 21, 1939, St. Louis.

New York Money Rates

Dealing in detail with call loan rates on the Stock Exchange from day to day, 1% was the ruling quotation all through the week for both new loans and renewals. The market for time money continues quiet. Rates continued nominal at 1 1/4% up to 90 days and 1 1/2% for four to six months maturities. The market for prime commercial paper has been very brisk this week. Prime paper has been coming out in fairly large volume and the demand has been good. Rates are 3/8%—3/4% for all maturities.

Foreign Money Rates

In London open market discount rates for short bills on Friday were 1 1/32%, as against 1 1/32% on Friday of last week, and 1 1/32—1 1/16% for three months' bills, as against 1 1/32—1 1/16% on Friday of last week. Money on call at London on Friday was 1%.

Course of Sterling Exchange During 1941

The restrictive procedures imposed on foreign exchange trading during the war have long since reduced the market to nominal proportions. Since the Bank of England undertook in August 1940 to furnish official sterling through the Federal Reserve Banks at a fixed rate of \$4.02 for purchases and \$4.04 for sales, dealings in free sterling have been insignificant and have been conducted at around the official rates. The pound sterling is the only medium used for trading with the countries of the wide sterling area, which was expanded in May by the inclusion of 12 Central American countries as a unit in a special sterling account area. Colombia was later brought into this group of Central American accounts. Payment is effected throughout the numerous sterling area countries by means of "special," "registered," or "sterling area" accounts, and no monetary transfers may be made from within the circle to outside countries without permission from the exchange control authorities.

The program of supplying food and war materials to embattled Britain and all the anti-Axis nations initiated with the passage of the Lend-Lease Act on March 11 greatly relieved the financial pressure caused by Britain's steadily mounting war costs. Prime Minister Churchill described the two successive enactments by which "about £3,000,000,000 was dedicated to the cause of world freedom, without—mark this, for it is unique—the setting up of any account in money" as "the most unsordid act in the whole of recorded history." Prior to the adoption of this policy, he pointed out, Britain had been able "by very severe measures," to spend in America about £500,000,000.

Reporting to Congress on Dec. 15 on the extent of lend-lease aid to date, President Roosevelt stated that the British Empire and the 32 other lease-lend countries cover two-thirds of the earth's surface and contain nearly two-thirds of its population. More than \$1,202,000,000 was expended up to Nov. 30, approximately 15% of our total defense expenditure since the enactment of the law. Of the \$12,985,000,000 authorized, \$9,186,000,000 has been allocated and \$5,243,000,000 placed under contract. While the rate of shipments was increased from \$18,000,000 in March to \$283,000,000 in November, only \$585,000,000 of the total of \$723,000,000 of defense articles transferred under the program was actually exported. In addition, the British alone have received since the outset of hostilities about \$5,750,000,000 of defense and other materials, which they financed almost entirely with their own funds. Food deliveries of more than 2,796,000,000 pounds under the lease-lend plan were valued at \$292,000,000. Since the entry of the United States into the war, the President has recently indicated that the entire program will be revised in the light of the new requirements, and United States output of materials to be used wherever the joint war effort requires is expected to be geared to an expenditure in the coming fiscal year of half of our estimated national income of \$100,000,000,000.

Daily British war costs were placed on Dec. 16 by Sir Kingsley Wood, Chancellor of the Exchequer, at £11,750,000. The Chancellor said that the war had cost Britain £8,300,000,000 up to that date and obtained from Commons the fourth £1,000,000,000 war credit it had voted during the current fiscal year.

In order to finance the huge war outlay incurred in this country prior to the Lease-Lend Act, the British Government found it necessary to requisition and liquidate British holdings of American securities. Since the beginning of the war \$578,000,000 were sold, according to testimony on the lease-lend appropriations by Under-Secretary of the Treasury Daniel Bell. Of these sales \$274,000,000 had not previously been disclosed. British dollar assets in the United States declined from \$4,483,000,000 on Sept. 1, 1939 to \$1,527,000,000 on Sept. 1, 1941. The \$950,000,000 of marketable United States securities owned by British investors at the beginning of the war had fallen two years later to \$227,000,000, in addition to the \$145,000,000 pledged on July 22 for an advance of \$100,000,000 on the \$425,000,000 loan for 15 years at 3% granted by the Reconstruction Finance Corporation, subject to extension for 3 years if 2-3 of the principal has been repaid. Mr. Bell stated that during the two years ended September 1941 British gold holdings declined from \$2,038,000,000 to \$151,000,000; official dollar balances rose from \$50,000,000 to \$54,000,000; private dollar balances fell from \$545,000,000 to \$310,000,000; direct and miscellaneous investments declined from \$900,000,000 to \$785,000,000.

Rapidly expanding note circulation of the Bank of England, which increased by about £100,000,000 in the past 12 months to more than £700,000,000, is ascribed variously to increased wages, taxes, hoarding, and heightened consumer demand for limited available supplies.

Early in December the fiduciary issue was increased by £50,000,000 to £730,000,000. Increases of like amount had been made on Sept. 5, 1939, June 12,

1940, and previously this year on April 30 and Aug. 30.

Soon after the United States entry into the war the Department of Commerce suspended its weekly statement of gold imports and exports, which indicated the countries of origin, and of foreign gold earmarkings. Canada and Latin America have accounted for most of the gold receipts in recent months. The latest available figures cover the week ended Dec. 3 and indicate that gold imports amounted to \$10,995,279, of which the principal items were \$6,784,182 from Canada, \$1,863,747 from the Philippine Islands, and \$632,658 from French Africa.

Gold held under earmark at the Federal Reserve banks increased during the week ended Dec. 3 by \$25,338,209 to \$2,134,609,315. The Treasury weekly reports are still available as to the size of the United States monetary gold stock, which was reported for the week ended Dec. 27 at \$22,750,000,000, an increase of \$820,000,000 during the year.

The movement of gold to the United States which had been in progress since the Munich crisis in 1938 subsided early in 1941 to the level of new gold production as a result of several factors, such as the depletion of the British gold reserves in January and the outward flow of capital due to United States loans, British liquidation of assets here, and the special type of capital export represented by lend-lease obligations assumed by foreign governments.

The Canadian dollar reached a high of 89.75 on Sept. 6 on seasonal tourist demand and continued relatively firm until the end of November. The unit receded to 85.25 on Dec. 30, but rallied to 89.00 at the close of the year. The decline was attributed to the effect of tax selling and small winter tourist demand in a thin market.

The Canadian Foreign Exchange Control Board has successfully controlled foreign exchange transactions without undue interference with commercial and financial affairs, and has financed substantial aid to Britain. It was reported from Ottawa at the end of December that the entire \$1,500,000,000 British war debt to the Dominion was to be canceled as an evidence of devotion to the common cause.

In a determined effort to prevent serious inflation and to achieve maximum war production, the Dominion adopted comprehensive price

plies. In return for a lend-lease loan of \$1,000,000,000, without interest, announced on Nov. 6, Russia will send the United States urgently needed raw materials, and the proceeds from their sale will be credited to the account of the Soviet Government. Aid previously extended to Russia by the United States Treasury and the RFC in the form of cash advances against deliveries of strategic materials totaled \$76,889,000 as of Oct. 21. Credits of \$10,000,000 and \$30,000,000 advanced to Russia in August and October against future gold deliveries were repaid in each case within 60 days.

Department of Commerce estimates released in November compute German current war costs at an annual rate of 65,000,000,000 marks to 70,000,000,000 marks, or \$26,000,000,000 to \$28,000,000,000 a year. Note circulation of the Reichsbank rose 2,783,000,000 marks during the 6 months from June 1 to Nov. 30 to a new high level of 17,793,000,000 marks, against 13,198,000,000 marks on Nov. 30, 1940, having expanded 4 times as fast as in the 1940 period due to the demands of the Russian war. Germany's total debt expansion during the first 25 months of the war amounted to 77,000,000,000 marks.

A Spanish Government decree announced on Dec. 29 cut the value of the United States dollar by nearly 1-3, from 11.30 pesetas to 7.60 pesetas. The prevailing rate of 12.56 pesetas will be maintained, however, when only equivalent sums in Spanish currency are to be exchanged.

United States loans and purchases of strategic materials have served as a powerful stimulus to revive Latin American trade suffering from the loss of European markets. As a result many of these republics are showing an export balance with the United States for the first time. In October, when the United States and Argentina signed their first reciprocal trade treaty since 1853, Argentina showed an export balance with the United States. From 1920 to 1939 the United States sold Argentina on average \$28,000,000 more than it bought.

Argentine regulations effective Feb. 26 required the sale of certain export products to the exchange control at the equivalent of 23.71c and provided that the central bank should auction exchange for the purchase of non-essential imports, thereby restricting the free market almost entirely to financial transactions. On July 1 the Exchange Control Office was abolished and the "prior exchange permit" system, under which exchange to pay for imports was denied unless the importer had previously obtained permission for their entry, was liberalized so that about 85% of essential Argentine imports were admitted without limitation, 11% were made subject to quotas, and 4%, representing luxuries, were excluded. Argentina removed import restriction on motor vehicles and parts on Sept. 1, leaving only luxury articles, comprising about 10% of its imports, subject to quota limitations. In November Argentina converted 4,200,000,000 pesos of internal bonds and national mortgage issues from 5% and 4½% obligations into new taxable 4% issues, both saving interest charges and developing a new source of tax revenue.

The Cuban peso began the year at a discount of 8¾%, which narrowed in May to 2¼% on news of the \$25,000,000 credit extended by the Export-Import Bank. Currency exports from New York presumed to be for hoarding continued for several months and in December the unit climbed to 100.28, the highest in several years.

The Mexican peso will be stabilized at the present exchange rate of 4.85 to the dollar, about 20.6c, and the rate will be maintained by means of the \$40,000,000 stabilization fund provided in the Washington agreement signed on Nov. 19. The United States Treasury has also undertaken to buy up to 6,000,000 ounces of silver a month at 35c. an ounce. Between Jan. 1, 1934 and Sept. 30, 1941 the United States Treasury bought \$259,226,000 of silver from Mexico, under the requirement of the Silver Purchase Act that United States monetary stocks should consist of 1/3 silver and 2/3 gold. Nearly 400 Axis firms in Mexico are on the American blacklist, and frozen funds of nationals of belligerent countries with which Mexico has severed diplomatic relations were placed at about 2,000,000 pesos in bank reports published on Dec. 24.

The Japanese yen peg was advanced on July 1 from 23.48 to 23.62, which had prevailed for yen cables since Oct. 21, 1940, due in part to the extension to the dollar of the "concentration account" established in June with respect to sterling. The principal development during July, however, was the parallel action taken by the United States and Great Britain freezing Japanese assets. China was included in the restrictions in order to prevent misuse of Chinese funds by Japanese agencies. Japan retaliated by blocking nearly \$500,000,000 of British and American assets, which had, however, been immobilized for two years by exchange restrictions. Following the Japanese attack on Pearl Harbor the United States impounded \$131,000,000 of Japanese assets and placed 470 Japanese concerns on its trade blacklist. United States investments in Japan are estimated by the Department of Commerce at \$217,000,000. Japan's entry into the war increased the British blacklist of enemy firms by 368, bringing to more than 6,000 the number of commercial firms, banks and shipping companies with which Britons are forbidden to deal.

A stabilization agreement between the United States and China was signed on April 25, providing for the purchase of Chinese yuan by the United States Stabilization Fund in the amount of \$50,000,000 United States dollars. At the same time negotiations were completed for a similar agreement between China and Great Britain, under which a total of £5,000,000 was provided for currency stabilization in addition to the existing fund set up in 1939. A severe decline occurred in the Chinese national dollar on Oct. 13, when the Chungking yuan plunged to a record low of 3.226c. in the black market, compared with the official rate of 5.38c. fixed by the

Foreign Exchange Rates

Pursuant to the requirements of Section 522 of the Tariff Act of 1930, the Federal Reserve Bank is now certifying daily to the Secretary of the Treasury the buying rate for cable transfers in the different countries of the world. We give below a record for the week just passed:

FOREIGN EXCHANGE RATES CERTIFIED BY FEDERAL RESERVE BANK TO TREASURY UNDER TARIFF ACT OF 1930
DEC. 26, 1941, TO JAN. 1, 1942, INCLUSIVE

Country and Monetary Unit	Noon Buying Rate for Cable Transfers in New York Value in United States Money					
	Dec. 26	Dec. 27	Dec. 29	Dec. 30	Dec. 31	Jan. 1
EUROPE—						
Belgium, Belga	\$	\$	\$	\$	\$	\$
Bulgaria, lev	↑	↑	↑	↑	↑	↑
Czecho-Slovakia, koruna	↑	↑	↑	↑	↑	↑
Denmark, krone	↑	↑	↑	↑	↑	↑
England, pound sterling—						
Official	4.035000	4.035000	4.035000	4.035000	4.035000	HOLIDAY
Free	4.035000	4.035000	4.035000	4.035000	4.035000	
Finland, markka	↑	↑	↑	↑	↑	↑
France, franc	↑	↑	↑	↑	↑	↑
Germany, reichsmark	↑	↑	↑	↑	↑	↑
Greece, drachma	↑	↑	↑	↑	↑	↑
Hungary, pengo	↑	↑	↑	↑	↑	↑
Italy, lira	↑	↑	↑	↑	↑	↑
Netherlands, guilder	↑	↑	↑	↑	↑	↑
Norway, krone	↑	↑	↑	↑	↑	↑
Poland, zloty	↑	↑	↑	↑	↑	↑
Portugal, escudo	↑	↑	↑	↑	↑	↑
Rumania, leu	↑	↑	↑	↑	↑	↑
Spain, peseta	↑	↑	↑	↑	↑	↑
Sweden, krona	↑	↑	↑	↑	↑	↑
Switzerland, franc	↑	↑	↑	↑	↑	↑
Yugoslavia, dinar	↑	↑	↑	↑	↑	↑
ASIA—						
China, Chefoo dollar (yuan)	↑	↑	↑	↑	↑	↑
China, Hankow dollar (yuan)	↑	↑	↑	↑	↑	↑
China, Shanghai dollar (yuan)	↑	↑	↑	↑	↑	↑
China, Tientsin dollar (yuan)	↑	↑	↑	↑	↑	↑
Hong Kong, dollar	↑	↑	↑	↑	↑	↑
India (British), rupee	.301215	.301215	.301215	.301215	.301215	HOLIDAY
Japan, Yen	↑	↑	↑	↑	↑	↑
Straits Settlements, dollar	.471600	.471600	.471600	.471600	.471600	
AUSTRALASIA—						
Australia, pound—						
Official	3.228000	3.228000	3.228000	3.228000	3.228000	
Free	3.215033	3.215033	3.215033	3.215033	3.215033	
New Zealand, pound	3.227833	3.227833	3.227833	3.227833	3.227833	
AFRICA—						
Union of South Africa, pound	3.980000	3.980000	3.980000	3.980000	3.980000	
NORTH AMERICA—						
Canada, dollar—						
Official	.909090	.909090	.909090	.909090	.909090	HOLIDAY
Free	.858839	.859921	.860000	.857343	.854609	
Mexico, peso	.205675	.205675	.205650	.205650	.205650	
Newfoundland, dollar						
Official	.909090	.909090	.909090	.909090	.909090	
Free	.856041	.857500	.857500	.855000	.852083	
SOUTH AMERICA—						
Argentina, peso—						
Official	.297733°	.297733°	.297733°	.297733°	.297733°	
Free	.237044°	.237044°	.237044°	.237044°	.237044°	
Brazil, milreis—						
Official	.060575°	.060575°	.060580°	.060580°	.060580°	
Free	.051335°	.051335°	.051335°	.051335°	.051385°	
Chile, peso—						
Official	§	§	§	§	§	
Export	§	§	§	§	§	
Colombia, peso	.569800°	.569800°	.569800°	.569800°	.569800°	
Uruguay, peso	.658300°	.658300°	.658300°	.658300°	.658300°	HOLIDAY
Controlled	.530000°	.530000°	.529000°	.529000°	.529000°	
Non-controlled						

* Nominal rate. ↑ No rates available. § Temporarily omitted.

Weekly Return of the Member Banks of the Federal Reserve System

Following is the weekly statement issued by the Board of Governors of the Federal Reserve System, giving the principal items of resources and liabilities of the reporting member banks in 101 leading cities from which weekly returns are obtained. These figures are always a week behind those for the Reserve banks themselves.

Federal Reserve Districts—	ASSETS AND LIABILITIES OF WEEKLY REPORTING MEMBER BANKS IN 101 LEADING CITIES BY DISTRICTS ON DECEMBER 24, 1941 (In Millions of Dollars)											
	Total	Boston	New York	Philadelphia	Cleveland	Richmond	Atlanta	Chicago	St. Louis	Kansas City	Dallas	San Francisco
ASSETS—												
Loans and investments—total	30,293	1,522	13,330	1,415	2,369	918	824	4,219	938	517	877	697
Loans—total	11,442	809	4,240	561	890	340	428	1,424	465	275	469	371
Commercial Indus. and agricul. loans	6,792	439	2,775	295	432	165	224	957	287	150	300	257
Open market paper	434	103	104	41	33	19	7	46	22	2	29	26
Loans to brokers and dealers in secur.	532	26</td										

THE COURSE OF BANK CLEARINGS

Bank clearings this week show an increase compared with a year ago. Preliminary figures compiled by us, based upon telegraphic advices from the chief cities of the country, indicate that for the week ended today, Saturday, Jan. 3, clearings from all cities of the United States from which it is possible to obtain weekly clearings will be 10.5% above those for the corresponding week last year. Our preliminary total stands at \$7,847,857,901 against \$7,102,824,727 for the same week in 1940. At this center there is an increase for the week ended Friday of 4.2%. Our comparative summary for the week follows:

Clearings—Returns by Telegraph

	Week Ending Jan. 3	1942	1941	%
		\$	\$	
New York		3,325,053,152	3,190,733,576	+ 4.2
Chicago		361,928,451	325,320,374	+ 11.3
Philadelphia		490,000,000	369,000,000	+ 32.8
Boston		257,249,050	227,868,538	+ 12.9
Kansas City		125,149,320	87,928,301	+ 42.3
St. Louis		122,200,000	89,100,000	+ 37.1
San Francisco		165,470,000	131,655,000	+ 25.7
Pittsburgh		211,675,065	149,293,692	+ 41.8
Detroit		190,069,888	144,048,812	+ 31.9
Cleveland		154,769,197	116,475,132	+ 32.9
Baltimore		100,553,881	76,045,921	+ 32.2
Eleven cities, five days		5,504,118,004	4,907,469,346	+ 12.2
Other cities, five days		1,035,773,580	912,488,580	+ 13.5
Total all cities, five days		6,539,881,584	5,819,957,926	+ 12.4
All cities, one day		1,307,976,317	1,282,866,801	+ 2.0
Total all cities for week		7,847,857,901	7,102,824,727	+ 10.5

Complete and exact details for the week covered by the foregoing will appear in our issue of next week. We cannot furnish them today, inasmuch as the week ends today (Saturday) and the Saturday figures will not be available until noon today. Accordingly, in the above the last day of the week in all cases has to be estimated.

In the elaborate detailed statement, however, which we present further below, we are able to give final and complete results for the week previous—the week ended Dec. 27. For that week there was an increase of 16.2%, the aggregate of clearings for the whole country having amounted to \$7,054,662,471 against \$6,069,493,678 in the same week of 1940. Outside of this city there was an increase of 26.2%, the bank clearings at this center having recorded an increase of 7.3%. We group the cities according to the Federal Reserve districts in which they are located and from this it appears that the New York Reserve District (including this city), recorded an increase of 7.6%, the smallest in any District. At the top of the list, Dallas had a 49.5% increase in volume of checks cleared over the same week last year. San Francisco was next with an improvement of 36.5%. The Kansas City and the Atlanta Federal Reserve Districts were close together with respective gains of 35.8% and 35.4%. St. Louis had a rise of 32.6%, Cleveland 30.5% and Minneapolis 29.1%. In the remaining Districts there were gains of 24.0% at Chicago, 22.0% at Philadelphia and 18.4% at Richmond while Boston registered only a 9.6% gain.

In the following we furnish a summary by Federal Reserve districts.

SUMMARY OF BANK CLEARINGS

	Week Ended Dec. 27	Inc. or Dec.				
Federal Reserve Districts		1941	1940	%	1939	1938
		\$	\$		\$	\$
1st Boston	12 cities	309,822,504	282,718,098	+ 9.6	298,877,937	264,024,631
2d New York	12 "	3,563,573,630	3,312,770,055	+ 7.6	3,393,728,701	3,617,542,350
3d Philadelphia	10 "	548,704,713	449,699,233	+ 22.0	413,939,930	366,599,063
4th Cleveland	7 "	497,305,909	381,118,952	+ 30.5	358,995,605	267,449,899
5th Richmond	6 "	194,172,655	164,057,479	+ 18.4	146,359,866	122,489,514
6th Atlanta	10 "	274,673,279	202,910,261	+ 35.4	176,861,692	156,134,562
7th Chicago	18 "	688,708,681	555,526,330	+ 24.0	547,433,036	463,602,793
8th St. Louis	4 "	216,129,597	162,992,442	+ 32.6	152,535,044	136,067,145
9th Minneapolis	7 "	134,004,428	103,822,852	+ 29.1	102,348,677	86,207,606
10th Kansas City	10 "	190,700,353	140,414,714	+ 35.8	129,778,644	121,278,754
11th Dallas	6 "	103,065,179	68,950,135	+ 49.5	70,770,559	60,203,879
12th San Francisco	10 "	333,801,543	244,513,126	+ 36.5	233,608,821	209,275,032
Total	112 cities	7,054,662,471	6,069,493,678	+ 16.2	6,026,252,532	5,870,875,228
Outside New York City		3,625,368,481	2,872,067,533	+ 26.2	2,754,470,503	2,363,974,600
Canada	32 cities	382,767,068	298,050,922	+ 28.4	274,969,709	272,108,270

We now add our detailed statement showing last week's figures for each city separately for the four years.

	Week Ended Dec. 27	Inc. or Dec.				
		1941	1940	%	1939	1938
		\$	\$		\$	\$
Clearings at—						
First Federal Reserve District—Boston—						
Me.—Bangor		574,787	694,510	-17.2	617,881	542,280
Portland		2,791,026	2,236,383	+ 24.8	2,115,025	1,616,101
Mass.—Boston		263,071,070	241,674,685	+ 8.9	258,890,621	228,990,261
Fall River		847,165	780,650	+ 8.5	723,485	663,403
Lowell		376,141	338,047	+ 11.3	394,466	317,150
New Bedford		799,580	680,688	+ 17.5	657,753	694,076
Springfield		3,602,569	3,387,800	+ 6.3	3,078,453	3,138,419
Worcester		2,902,043	2,425,333	+ 19.7	2,220,313	1,683,642
Conn.—Hartford		14,296,758	13,878,087	+ 3.0	13,793,824	10,037,644
New Haven		6,310,288	4,404,055	+ 43.3	4,662,988	3,933,785
R. I.—Providence		13,655,100	11,733,600	+ 16.4	11,309,400	11,700,900
N. H.—Manchester		595,997	484,260	+ 23.1	413,828	706,970
Total (12 cities)		309,822,504	282,718,098	+ 9.6	298,877,937	264,024,631

	Week Ended Dec. 27	Inc. or Dec.				
		1941	1940	%	1939	1938
		\$	\$		\$	\$
Second Federal Reserve District—New York—						
N. Y.—Albany		5,346,165	5,337,227	+ 0.2	6,162,364	10,461,841
Binghamton		1,215,457	1,061,101	+ 14.5	899,063	1,085,393
Buffalo		45,000,000	36,400,000	+ 23.6	36,000,000	28,200,000
Elmira		911,153	552,328	+ 65.0	537,011	416,323
Jamestown		1,009,820	820,069	+ 23.1	909,422	531,000
New York		3,429,293,900	3,197,406,145	+ 7.3	3,271,788,029	3,506,900,628
Rochester		9,782,054	8,577,717	+ 14.0	7,871,210	6,567,511
Syracuse		4,659,144	4,736,414	+ 1.6	3,793,184	4,717,432
Conn.—Stamford		7,565,174	4,907,166	+ 54.2	3,683,429	3,427,323
M. J. Montclair		352,668	381,501	- 7.3	499,689	331,273
Newark		24,543,988	18,982,959	+ 22.8	21,500,251	17,327,775
Northern, N. J.		33,893,017	32,607,428	+ 3.9	40,076,049	37,575,851
Total (12 cities)		3,563,573,630	3,312,770,055	+ 7.6	3,393,728,701	3,617,542,350

	Week Ended Dec. 27	Inc. or Dec.				
		1941	1940	%	1939	1938
		\$	\$		\$	\$

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